Finnvera Group

Report of the Board of Directors **and Financial Statements 2024**

Finnvera Group's Report of the Board of Directors and Financial Statements 2024

Level of financing reduced from previous year, expectations of future demand positive - Result EUR 228 million

Finnvera Group, summary 2024 (vs. 2023)

- Result 228 MEUR (433) – The result for the period under review was strong for all business operations. Net interest income grew by 20% and net fee and commission income by 12%. During the period under review, Finnvera was able to partially reverse loss provisions for export credit guarantees and special guarantees, which have had a significant impact on the company's result in recent years, especially those relating to cruise shipping companies. The reference period saw larger reversals of loss provisions than the period under review.
- Result by business operations: Result of parent company Finnvera plc's SME and midcap business stood at 23 MEUR (55) and that of Large Corporates business at 173 MEUR (351). The impact of Finnvera's subsidiary, Finnish Export Credit Ltd, on the Group's result was 32 MEUR (27).
- The cumulative self-sustainability target set for Finnvera's operations was achieved.
- The balance sheet total EUR 14.8 bn (14.3) increased by 3%.
- Contingent liabilities decreased by 9% and stood at EUR 14.9 bn (16.4).
- Non-restricted equity and the assets of the State Guarantee Fund, which provide the Group's reserves for covering potential future losses, increased by 12% and totalled EUR 2.1 bn (1.9).
- Expected credit losses on the balance sheet were reduced by 4% to EUR 1.1 bn (1.2).
- The NPS index (Net Promoter Score) used to measure client satisfaction improved by 15 points to 79 (64).
- Outlook for 2025: The business outlook for cruise shipping companies continued to improve in 2024. The credit loss risk of export financing liabilities remains high, however, which causes uncertainty concerning the Finnvera Group's financial performance in 2025.

Comments from CEO Juuso Heinilä:
"Year 2024 was challenging for the Finnish economy, even if a cautious improvement could be observed in the early part of the year. Finland's key export markets were also affected by a downturn, which dampened Finnish export companies' prospects. While interest rates dropped and inflation decreased, geopolitical uncertainty persisted.

Finnvera granted EUR 0.9 billion (1.8) in domestic loans and guarantees in 2024. The significant decrease in financing from the previous year is due to a major individual amount of working capital financing granted to a large corporate in the reference period. The level of SME and midcap financing was similar to the reference period. The largest share of funding by sector was granted to industry, and the regional drivers were the Helsinki Metropolitan Area and Lapland. Financing for investments did not reach the previous year's level. The level of financing for corporate acquisitions and transfers of ownership was also lower than in previous years.

A total of EUR 73 million (36) was granted in climate and digitalisation loans intended for green transition and digitalisation projects under the InvestEU guarantee programme. These loans were first granted in June 2023. To ensure that companies of all sizes have access to financing, we launched loans for micro-enterprises' growth as a pilot project at the beginning of October 2024. Over three months, EUR 6 million in these loans was granted to micro-enterprises. The pilot project will continue until the end of March 2025, after which we will reassess the availability of financing for small companies.

In accordance with Finnvera's strategy, 92% of domestic financing was allocated to start-ups, SMEs seeking growth and internationalisation, investments, transfers of ownership, export and delivery projects, and SME guarantee projects. The long period of economic uncertainty eroded SMEs' liquidity and increased the number of applications for corporate restructuring and bankruptcy.

FINNVERA GROUP
YEAR 2024 (VS. 2023)

RESULT **228** MEUR (433), change -47%	BALANCE SHEET TOTAL **14.8** EUR bn (14.3), change 3%
CONTINGENT LIABILITIES **14.9** EUR bn (16.4), change -9 %	NON-RESTRICTED EQUITY AND THE ASSETS OF THE STATE GUARANTEE FUND **2.1** EUR bn (1.9), change 12%
EXPENSE-INCOME RATIO **17.3** % (19.4), change -2,1 pp.	NPS INDEX (NET PROMOTER SCORE) **79** (64), change 15 points

Finnvera granted export credit guarantees, export guarantees and special guarantees amounting to EUR 2.9 billion (5.4). The lower amount of export financing reflected the post-cyclical nature of Finnish exports and reduced demand for exports. Annual fluctuations are also always influenced by the timing of large individual export transactions. In particular, financing was granted to companies in the telecommunications, cruise shipping and mining sectors.

Finnvera Group Financing granted, EUR bn	2024	2023	Change, %
Domestic loans and guarantees	0.9	1.8	-51%
Export credit guarantees, export guarantees and special guarantees	2.9	5.4	-47%
Export credits	0.6	0.5	15%

The fluctuation in the amount of granted financing is influenced by the timing of individual major financing cases.

The credit risk for the subsidiary Finnish Export Credit Ltd's export credits is covered by the parent company Finnvera plc's export credit guarantee.

Exposure, EUR bn	31 Dec 2024	31 Dec 2023	Change, %
Domestic loans and guarantees	**2.9**	**3.0**	**-4%**
Export credit guarantees, export guarantees and special guarantees	**21.1**	**23.4**	**-10%**
- Drawn exposure	14.3	14.2	1%
- Undrawn exposure	4.4	4.5	-2%
- Binding offers	2.4	4.7	-49%
Parent company's total exposure	**24.0**	**26.4**	**-9%**
Contract portfolio of export credits	**10.2**	**11.0**	**-8%**
- Drawn exposure	6.5	7.3	-11%
- Undrawn exposure	3.7	3.7	-2%

The exposure includes binding credit commitments as well as recovery and guarantee receivables.

Largest export credit guarantee agreement related to telecommunications sector in Finnvera's history was signed in April concerning Nokia's deliveries for the Indian 5G network worth USD 1.5 billion. In the mining sector, we financed Sibanye-Stillwater's Keliber lithium project with a Finance Guarantee, which can be granted for domestic investments that support exports. In the energy sector, we financed Wärtsilä's deliveries of energy storage systems for solar and wind power projects in the United States and Chile. These mining and energy projects, whose total value was approx. EUR 500 million, were the first export financing projects compliant with Finnvera's climate criteria. Towards the end of the year, Finnvera participated in Meyer Turku's construction financing that amounted to around EUR 1 billion for the Icon 3 ship.

Finnish Export Credit Ltd, which is Finnvera's subsidiary, granted EUR 0.6 billion in export credits (0.5) in 2024. While the demand for export credits increased slightly, it remains significantly lower than in pre-pandemic years. An increasing number of export transactions are financed by a bank to which Finnvera grants a guarantee.

2024 was a successful year for Finnvera. The Finnvera Group's result was EUR 228 million (433). The SME and midcap business, export credit guarantee and special guarantee operations, and subsidiary Finnish Export Credit Ltd turned a profit. Finnvera also built up its reserves for possible future losses. The business outlook for the cruise shipping sector, which is important for Finnvera's export credit guarantee exposure, has continued to improve. Repayments have also helped to reduce exposure relating to Russia. In recent years, Finnvera has been able to partially reverse loss provisions for export financing, which have had a significant impact on the Group's financial performance since 2020. The reversal of loss provisions has especially impacted the good results for the last two financial periods.

As a result of crises affecting the global economy, the difficulties faced by some companies around the world and in various sectors have built up to form an insurmountable obstacle. During the period under review, Finnvera incurred major export credit guarantee losses in two cases. Our mission is to bear the risks of export companies. Our core business enjoys a high level of profitability, building up our reserves and creating preconditions for enabling companies' growth and exports. However, the credit loss risks of exposure relating to export financing remain high, which may affect Finnvera's future financial performance and reserves.

We continued to develop our operations and services in line with our strategy in 2024. The ongoing upgrade of our basic information systems supports the digitalisation of services and a good client experience. Our client satisfaction reached an exceptionally high level, as did our personnel satisfaction. We invested in accelerating the growth of midcap enterprises in close cooperation with the European Investment Bank and the Tesi Group, and worked together with the Team Finland network and Business Finland to promote exports. We maintained export financing expertise, especially in SMEs and midcap enterprises, and we brought out new export financing instruments to ensure the availability of financing. The overhaul of the legislation applicable to Finnvera, which is included in the Government Programme and which is extremely important in terms of developing Finnvera's operations and the competitiveness of export financing, was circulated for comments.

We advanced our sustainability measures based on our goals in 2024. We joined the Net-Zero ECA Alliance of export credit agencies, which enables us to focus on the sustainability theme and enhance our impact through international cooperation. We developed Finnvera's sustainability reporting as planned.

In 2025–2028, our new strategy adopted by the company's Board of Directors at the end of the year will emphasise increasing the volume of Finnish exports and the number of exporters as well as enabling growth and new business. The achievement of these goals will be supported by our competent personnel and management as well as client-oriented digitalisation. Finnvera contributes to ensuring that Finnish companies are able to invest, develop their products and get their products out around the world. This is a prerequisite for ensuring that we can continue to look after our welfare in Finland in the future."

Financial performance

The Finnvera Group's result for 2024 was EUR 228 million (433). Finnvera's result was strong for all business operations. EUR 46 million of the total result was generated in the last quarter of the year, and EUR 182 million between January and September. Compared to the year before, the result was most significantly affected by the changes in the amount of expected losses, or loss provisions. Loss provisions have had a significant impact on the Group's result in recent years. Finnvera was able to partially reverse its loss provisions for export credit guarantees and special guarantees in 2024, especially those relating to cruise shipping companies. In the reference period, Finnvera was able to reverse more loss provisions than in the review period, which led to an exceptionally good result in 2023. The result for the review period was also significantly affected by higher net interest income and fee and commission income as well as changes in the value of items recognised at fair value through profit or loss.

Finnvera Group

Financial performance	2024 MEUR	2023 MEUR	Change %	Q4/2024 MEUR	Q4/2023 MEUR	Change %
Net interest income	**139**	**115**	**20%**	**37**	**33**	**10%**
Net fee and commission income	198	177	12%	50	40	24%
Gains and losses from financial instruments carried at fair value through P&L and foreign exchange gains and losses	8	-9	-	-2	-5	-54%
Net income from investments and other operating income	0	1	-95%	0	0	-23%
Operational expenses	-53	-50	6%	-16	-14	12%
Other operating expenses, depreciation and amortisation	-7	-5	35%	-3	-1	118%
Realised credit losses and change in expected credit losses, net	-49	210	-	-19	209	-
Operating result	**236**	**439**	**-46%**	**47**	**262**	**-82%**
Income tax	-8	-6	45%	-1	-1	4%
Result	**228**	**433**	**-47%**	**46**	**261**	**-82%**

The Group's realised credit losses and change in expected losses totalled EUR 49 million during the review period, whereas the corresponding item was positive with a value of EUR 210 million during the reference period. The realised credit losses of EUR 121 million (128) were slightly lower than in the reference period. During the period under review, two larger individual export credit guarantee compensations were paid. Expected losses, or loss provisions, decreased by EUR 51 million (320), of which the reversal of loss provisions for export credit guarantee and special guarantee operations accounted for EUR 74 million (376). Credit loss compensation from the State covering losses in domestic financing totalled EUR 20 million (18).

Compared to the year before, the Group's net interest income increased by 20% to EUR 139 million (115) and net fee and commission income by 12% to EUR 198 million (177). The higher level of market interest rates was a particularly important factor affecting the increased net interest income. The most significant factors increasing the net fee and commission income were recognition of guarantee premiums for reimbursed export and special guarantees and prepayments of individual liabilities as well as the reimbursement of insurance premiums received as a result of the cancellation of reinsurance contracts. The changes in the Group's value of items recognised at fair value through profit or loss and net income from foreign currency operations amounted to EUR 8 million (-9).

After the result of the period under review, the parent company's reserves for domestic operations as well as export credit guarantee and special guarantee operations for covering potential future losses amounted to a total of EUR 1,878 million (1,676) at the end of December. These reserves, which also cover the credit risk of export credits granted by the subsidiary, consisted of the following: the reserve for domestic operations, EUR 432 million (405) as well as the reserve for export credit guarantees and special guarantees and the assets of the State Guarantee Fund for covering losses, totalling EUR 1,446 million (1,272). The State Guarantee Fund is an off-budget fund whose assets include the assets accumulated from the activities of Finnvera's predecessor organisations. Under the Act on the State Guarantee Fund, the Fund covers the result showing a loss in the export credit guarantee and special guarantee operations if the reserve funds in the company's balance sheet are not sufficient. The non-restricted equity of the subsidiary, Finnish Export Credit Ltd, amounted to EUR 230 million (198) at the end of December.

Outlook for financing

The worst of the recession is behind us, and the Finnish economy is forecast to start growing in 2025. Great expectations are currently placed on the improved outlook for exports as well as the growth and renewal of the entire business sector.

We expect that the demand for Finnvera's domestic financing will increase, including more and more financing for investments, as the economic upturn drives a need for more production capacity. Due to the long-standing uncertainty, the economic position of many companies is weak. Finnvera's role is stressed in arranging financing and sharing the risk with other providers of financing.

We encourage companies to grasp the growth opportunities created by the green transition with the help of our climate and digitalisation loans and other incentives for sustainable financing. We will continue piloting loans for micro-enterprises' growth projects until the end of March 2025. While we expect the high demand for the loans to continue, we will reassess small companies' access to financing after the conclusion of the pilot. Finnvera strives to be active wherever our input is needed to arrange access to financing.

We expect that the demand for export credit guarantees will start growing in 2025 and that this growth will continue in 2026. Exportation of investment goods, which is vital for Finland's exports, is post-cyclical and the increase in demand will be reflected in export credit guarantees granted by Finnvera with a delay. Positive signs can already be seen in several sectors, however. Finnvera plays an important role in granting guarantees for long-term trade. We encourage export companies to seek growth in emerging and new markets and to rely on Finnvera for financing export transactions and risk hedging. We will continue to grant export credit guarantees to Ukraine as part of Finland's national reconstruction programme for the country.

Finnvera, the Tesi Group and Business Finland will step up their cooperation with the goal of boosting companies' growth, exports, and the impact of financing. We will continue to work actively together with Team Finland and promote the growth and internationalisation of companies, also while the renewal of public export functions is underway. Finnvera's Trade Facilitators strive to bring together foreign buyers and Finnish exporters and to promote trade using Finnvera's export financing together with Business Finland. The aims also include increasing the number of midcap enterprises in Finland.

Outlook for 2025

The business outlook for cruise shipping companies continued to improve in 2024. The credit loss risk of export financing liabilities remains high, however, which causes uncertainty concerning the Finnvera Group's financial performance in 2025.

Further information:

Juuso Heinilä, CEO, tel. +358 29 460 2576

Ulla Hagman, CFO, tel. +358 29 460 2458

Finnvera publishes the Report of the Board of Directors and its financial statements as an XHTML file compliant with the European Single Electronic Format (ESEF) requirements. Auditor Ernst & Young Ltd has issued an independent assurance report that provides reasonable assurance concerning Finnvera's ESEF financial statements. The XHTML file is available in Finnish and English. Finnvera additionally publishes the report and financial statements in PDF format.

Finnvera Group's Report of the Board of Directors and Financial Statements 1 January – 31 December 2024 (PDF)

Distribution:

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The report is available in Finnish and English at www.finnvera.fi/financial_reports

Report of the Board of Directors and Financial Statements

Report of the **Board of Directors**

Finnvera's goal is, by means of financing, to promote the operations and growth of enterprises as well as the internationalisation and export.

RESULT

228 MEUR
(433)

FINNVERA GROUP

BALANCE SHEET TOTAL
14.8 EUR bn
(14.3)

CONTINGENT LIABILITIES
14.9 EUR bn
(16.4)

NON-RESTRICTED EQUITY AND THE ASSETS OF THE STATE GUARANTEE FUND
2.1 EUR bn
(1.9)

FINANCING GRANTED

LOANS AND GUARANTEES
0.9 Mrd. e
(1.8)

EXPORT CREDIT GUARANTEES, EXPORT GUARANTEES AND SPECIAL GUARANTEES
2.9 Mrd. e
(5.4)

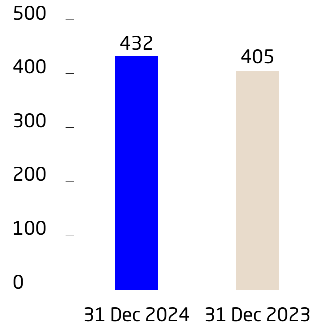
EXPORT CREDITS
0.6 Mrd. e
(0.5)

CAPITAL ADEQUACY RATIO, TIER 1

DOMESTIC FINANCING
25.5 %
(24.3)

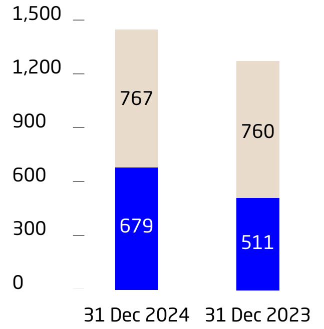
EXPORT FINANCING
5.7 %
(5.6)

RESERVES FOR DOMESTIC FINANCING, MEUR*



* includes the result for the period

RESERVES FOR EXPORT FINANCING, MEUR*



Reserve for export credit guarantees and special guarantees
State Guarantee Fund (SGF)
* includes the result for the period

Report of the Board of Directors

While the economy started to grow cautiously in early 2024, the year was challenging for the Finnish economy. Finland's key export markets were also affected by a downturn, which dampened Finnish export companies' prospects. While interest rates dropped and inflation decreased, geopolitical uncertainty persisted. The amounts of Finnvera's domestic and export financing were lower than in 2023. Nevertheless, as in the previous year, in year 2024 Finnvera had strong financial performance, and loss provisions could be partially reversed. Finnvera brought out new financing products, especially for micro-enterprises and export transactions, and continued to grant loans for solutions for climate change mitigation and digitalisation. Finnvera systematically developed its sustainability work and goals as well as sustainability reporting and granted the first export credit guarantees compliant with its climate criteria in the energy, mining and metal sectors. In domestic financing, credit risk indicators deteriorated and the credit losses increased in 2024, and the numerous global crises also resulted in losses in export credit guarantee operations. The Finnish economy and exports as well as demand for Finnvera's financing are expected to see a growth in 2025.

Total exposure decreased while risk levels increased in both domestic and export financing in 2024

The parent company's total exposure at year end was EUR 24.0 billion (26.4), including binding credit commitments, as well as recovery and guarantee receivables. The total exposure decreased by 9% during the review period.

The domestic loan and guarantee exposure decreased by 4% to EUR 2.9 billion during the review period. The export credit guarantee and special guarantee exposure was reduced by 10% to EUR 21.1 billion. Export credit guarantees and export guarantees accounted for EUR 20.7 billion and special guarantees for EUR 0.4 billion of this amount. The contract portfolio of export credits decreased by 8% to EUR 10.2 billion. The subsidiary's credit risk relating to export credits is covered by the parent company's export credit guarantee. The maximum exposure and its calculation principles are laid down in the legislation on Finnvera.

Finnvera Group
Authorisations and exposures 31 Dec 2024, EUR bn

	Authority	Authority used	Exposure
Loans and guarantees	12.0	2.5	2.9
Export credit guarantees and export guarantees	38.0	16.7	20.7
Special guarantees	3.15	0.3	0.4
Export credits	33.0	10.0	10.2

Economic uncertainty continued in 2024, and an increasing number of SMEs have encountered payment difficulties. Significant credit losses have been avoided in domestic financing, however. As a result of crises affecting the global economy, the difficulties faced by some companies around the world and in various sectors have built up to form an insurmountable obstacle. During the period under review, two major export credit guarantee losses were realised.

The Group turned a profit and achieved cumulative self-sustainability

As in 2023, Finnvera had a strong financial performance in 2024. The Finnvera Group's result for 2024 was EUR 228 million (433). The parent company's result was EUR 168 million (377) for export credit guarantee and special guarantee operations and EUR 28 million (30) for domestic financing, whereas the result of the subsidiary, Finnish Export Credit Ltd, was EUR 32 million (27).

The business outlook for cruise shipping sector, which is important in terms of export credit guarantee exposure, has continued to improve in 2024. At the end of 2024, Finnvera's exposure in Russia stood at EUR 64 million (97). Over three years, the exposure in Russia has decreased from nearly EUR 1 billion by more than 93%. Loss provisions for export financing have had a significant impact on the Group's results since 2020. In recent years, Finnvera has been able to partially reverse these loss provisions, which has had a significant impact on the Group's good results especially in last two years.

Finnvera is expected to attain financial self-sustainability in its operations. This means that in the long term, the company must be able to cover its operating expenses with income from the operations, taking into account the assets of the State Guarantee Fund accumulated from the activities of Finnvera's predecessor organisations. This cumulative self-sustainability has been achieved.

By the previous profitable results, Finnvera has strengthened the company's reserves for counteracting possible future losses. However, the credit loss risk of export financing-related liabilities remains high, which causes uncertainty about Finnvera's future performance and reserves.

Exceptionally high client satisfaction

At year end, Finnvera had around 21,100 clients (23,100). Finnvera's client satisfaction was record high in 2024, and the NPS (Net Promoter Score) was 79. This score went up by 15 points from the previous year. The NPS score was up in all client categories. Finnvera's personnel satisfaction, which is reflected in the client experience, also reached a very high level in 2024.

The upgrade of Finnvera's online service introduced in 2024 significantly improved the client experience. During the year, the new service was made available for all companies as well as our financing partners. Client-centric digitalisation will also be an important part of Finnvera's strategy going forward. The work on updating Finnvera's financing systems also continued according to plan.

Clients were highly satisfied with the information they received through Finnvera about the growth and internationalisation services offered by the Team Finland network. Finnvera continued to develop and step up its cooperation with Team Finland. We will also work closely with the actors in the Team Finland network in the future, and we believe that the forthcoming changes will improve the services for our clients further.

Domestic financing in total decreased, especially for transfers of ownership

Finnvera granted a total of EUR 0.9 billion (1.8) in domestic loans and guarantees in 2024. The amount of financing granted was EUR 1.2 billion (2.1), including export credit guarantees and export guarantees for SMEs and midcap enterprises. The amount of domestic financing decreased from the previous year, as a single large amount of working capital financing was granted to a large corporate during the reference period. The share of investments out of all financed projects was 31% (25). The level of SME and midcap financing was similar to the year before. Companies seeking growth and internationalisation, which are crucial for boosting economic growth, accounted for 58% (60) of the SME and midcap financing granted by Finnvera.

Uncertainty in the economic operating environment was reflected in financing for corporate acquisitions and transfers of ownership, which was at a lower level in 2024 than in previous years. Finnvera's financing for transfers of ownership decreased to EUR 105 million (121). Finnvera was involved in 599 (685) transfers of ownership. Both the amount of financing and the number of companies financed were the lowest in five years. Transfers of ownership are vital for the renewal of the corporate structure and business sector vitality, and financing for them is expected to start growing again as the economic outlook improves.

Over a normal business cycle, Finnvera's long-term strategic goal has been to allocate at least 80% of our domestic financing to to start-ups, SMEs seeking growth and internationalisation, investments, transfers of ownership, export and delivery projects, and SME guarantee projects. This goal was again attained in 2024, as 92% of the financing was allocated in keeping with the strategy.

New products and services brought out to diversify financial markets and promote exports

The SME Guarantee intended for SMEs that have been operating for more than three years was updated from the beginning of 2024 as the period for granting European Investment Fund's COSME counter-guarantees expired. The maximum amount of the SME Guarantee was increased and access to it was expanded, and EUR 60 million (37) in these guarantees was granted in 2024. As before, the SME Guarantee requires no collateral from borrowers and is suitable for domestic investments, product development, and use as working capital.

The SME Barometer surveys commissioned by Finnvera, the Federation of Finnish Enterprises and the Ministry of Economic Affairs and Employment have for some time now indicated deteriorated access to financing, especially for growth-oriented SMEs. To ensure that new growth companies can be created, Finnvera launched loans for micro-enterprises with fewer than 10 employees and ambitions to grow and expand their operations as a pilot project in October 2024. Enterprises can apply for this loan to finance investments and development measures that will significantly improve their operations and competitiveness over a six-month period extending until the end of March 2025. A total of EUR 6 million in these loans was granted in 2024.

A total of EUR 73 million was granted in 2024 in climate and environment loans as well as digitalisation and innovation loans intended for internationalisation and green transition projects under the European Commission's InvestEU Guarantee Programme. These loans provided in cooperation with the European Investment Fund will continue to be granted in 2025.

In particular to finance small export transactions worth less than EUR 2 million, bill of exchange financing was brought out as a new instrument that complements Finnvera's other export financing instruments. Finnvera's strategic objective is to increase exports and the number of export companies in Finland. The goal of the Trade Facilitators, who were appointed by Finnvera at the start of 2024, is to bring together foreign buyers and Finnish exporters and to promote trade using Finnvera's export financing in close collaboration with Business Finland.

The collaboration agreement that Finnvera signed with the European Investment Bank (EIB) in May 2024 will accelerate midcap enterprises' projects that promote employment, growth and the clean transition. The EIB grants Linked Risk-Sharing (LRS) guarantees for Finnvera's direct loans or credit limits to midcap enterprises with fewer than 3,000 employees as new financing. The EIB guarantee has an impact on the loan terms.

Finnvera also diversified its financing offering options by seeking out new partners that can grant financing to companies with a Finnvera guarantee.

The overhaul of legislation on Finnvera, which is included in the Government Programme, was circulated for comments in late 2024. The legislative reform is highly important for Finnvera and will enable the appropriate development of Finnvera's financing and ensure the competitiveness of export financing.

Export financing decreased - telecommunications, cruise shipping and mining the most prominent sectors

Finnvera granted export credit guarantees and special guarantees amounting to a total of EUR 2.9 billion (5.4), mainly for large corporates' export transactions. To finance export transactions, Finnvera gives guarantees for loans granted by banks to Finnish companies' foreign buyers. Some of the export transactions are financed with export credits granted by Finnish Export Credit Ltd and guaranteed by Finnvera. In 2024, EUR 0.6 billion (0.5) was granted in export credits. While the demand for export credits increased slightly, it remains significantly lower than in pre-pandemic years. An increasing number of export transactions are financed by a bank to which Finnvera gives a guarantee.

The annual volume of export financing is also influenced by the timing of individual major transactions, and large annual fluctuations are possible. Export credit guarantees were granted particularly for the telecommunication, cruise shipping, and mining sectors in 2024. Finnvera signed the largest export credit guarantee agreement of its history for the telecommunications sector with Nokia to finance the company's deliveries worth USD 1.5 billion for India's 5G network. In the mining sector, Finnvera was involved in financing Sibanye-Stillwater's Keliber lithium project with a Finance Guarantee that can be granted for domestic investments that support exports. In the energy sector, Finnvera financed Wärtsilä's deliveries of energy storage systems for solar and wind power projects in the United States and Chile. These mining and energy projects, whose total value was approx. EUR 500 million, were also the first export financing projects compliant with Finnvera's climate criteria. Towards the end of the year, Finnvera participated in Meyer Turku's construction financing that amounted to around EUR 1 billion for the Icon 3 ship.

At the end of 2024, Finnvera had exposure for export credit guarantees and special guarantees in 81 countries. The exposure exceeded EUR 100 million in 17 countries, including offers given. As part of the national reconstruction programme for Ukraine, Finnvera was able to relaunch the granting of export credit guarantees for this country at the beginning of 2024. This arrangement will apply particularly to financing options for short-term trade, including Letter of Credit Guarantees and Credit Insurance, which are particularly important for securing SME exports. The granting of these guarantees will continue in 2025, and the Ministry of Economic Affairs and Employment can provide Finnvera with up to EUR 100 million in compensation for losses sustained in connection with export credit guarantees granted in 2025 for promoting exports to and investments in Ukraine.

Geographically, approx. 41% of the total exposure for export credit guarantees and special guarantees was in the United States. Other significant countries in terms of foreign risk-taking are Brazil, Germany, India and Türkiye.

Reinsurance helps manage large and concentrated risks

Finnvera covers some of its liabilities through reinsurance from private markets and bilateral agreements with other export credit agencies. Individual insurance solutions are put in place to manage large or concentrated risks. To secure reinsurance cover, Finnvera requires strong creditworthiness of its counterparties. Significant cooperation between Finnvera and the US export credit agency, Export-Import Bank, found a concrete expression in 2024 as Exim and Finnvera signed a co-financing agreement on Nokia's 5G deliveries to Reliance Jio in India.

The maximum indemnity amount of Finnvera's reinsurance arrangements at the end of 2024 was EUR 1.5 (1.3) billion, or approx. 7% (6) of total exposure and 8% (9) of drawn exposure. The value of new reinsurance cover was approx. EUR 445 million in 2024.

Long-term funding carried out according to plans, Finnvera updated EMTN debt programme

The goal of Finnvera's funding is to make competitive financing available for Finnish export companies' clients. The plan for long-term funding for 2024 amounted to approx. EUR 1–2 billion. In May, Finnvera issued a EUR 1 billion bond. This bond with a maturity of slightly over 5 years was Finnvera's first euro-denominated issue since 2022. The final order book exceeded EUR 2.5 billion and the issuance attracted almost 70 investors, mostly Central European and Nordic institutional investors. The active demand indicates that investors have strong confidence in Finnvera's creditworthiness and the Finnish government guarantee.

Finnvera issues debt within the EMTN (Euro Medium Term Note) programme. The amount of bonds issued under the EMTN debt programme was EUR 10.8 billion (10.6) at the end of 2024. On 20 December 2024, Finnvera updated the debt programme from EUR 15 billion to EUR 17 billion, and the State confirmed the debt programme guarantee and increased its maximum amount to EUR 17 billion. The credit rating of the debt programme corresponds to the rating of the State of Finland.

Financial performance

Economic outlook and the Finnvera Group in 2024

The Finnish economy is reaching a turning point. Recovery from the recession has progressed slowly, however, and the GDP was lower in 2024 than in the previous year. Economic growth is believed to begin in 2025, and exports are expected to pick up as the export markets grow stronger and global interest rates drop, boosting the demand for investment goods. The growth of Finnish exports is dampened by sluggish growth of the euro area's economy, however.

The amount of Finnvera's expected credit losses, or loss provisions, is partially influenced by changes in economic development forecasts. According to the IMF's forecast published in October 2024, the economy is projected to grow by 3.2% globally and by 1.8% in developed countries in 2025. According to the economic review published by the Ministry of Finance in December 2024, GDP is expected to grow by 1.6% in 2025 and by 1.5% in 2026 and 2027.

The Finnvera Group's result for 2024 was EUR 228 million (433). Finnvera's result was strong for all business operations, especially in the Large Corporates business. EUR 46 million of the total result was generated in the last quarter of the year, and EUR 182 million between January and September. Compared to the year before, the result was most significantly affected by the changes in the amount of expected losses, or loss provisions. Loss provisions have had a significant impact on the Group's result in recent years. Finnvera was able to partially reverse its loss provisions for export credit guarantees and special guarantees in 2024, especially those relating to cruise shipping companies. In the reference period, Finnvera was able to reverse more loss provisions than in the review period, which led to an exceptionally good result in 2023. Compared to the reference period, the result for the review period was also significantly affected by higher net interest income and fee and commission income as well as changes in the value of items recognised at fair value through profit or loss.

Result of Finnvera plc and its subsidiary, Finnish Export Credit Ltd

The result of the parent company Finnvera plc for 2024 was EUR 195 million (406), and the impact of Finnvera's subsidiary, Finnish Export Credit Ltd, on the Group's result was EUR 32 million (27).

The Large Corporates business accounted for EUR 173 million (351) of the parent company's result. EUR 38 million of the total result was generated in the last quarter and EUR 135 million in the first three quarters of the year. The sizeable loss provisions of the Large Corporates business have had a significant impact on the Group's result in recent years, and the company was able to reverse some of them during both the review period and the reference period. During the review period, loss provisions were reduced by EUR 61 million (295), while realised credit losses were EUR 76 million (91). The net interest income of the Large Corporates business increased to EUR 68 million (47) due to higher interest rates, in particular. The net fee and commission income was EUR 133 million (114). In 2024, two major export credit guarantee losses were realised and one prepayment of individual liability was made. Therefore, the related unrecognised portion of the guarantee premiums received in advance was recognised for the review period. Operational expenses grew by 13%, totalling EUR 16 million (14).

The SME and midcap business accounted for EUR 23 million (55) of the parent company's result. EUR 4 million of the result was generated in the last quarter and EUR 18 million in the first three quarters of the year. The result of the SME and midcap business was also significantly affected by changes in the loss provisions. In the review period, the loss provisions increased by EUR 11 million, whereas they had decreased by EUR 25 million in the reference period. The realised credit losses amounted to EUR 44 million (38) and the State's credit loss compensation totalled EUR 20 million (18). The SME and midcap business consists of three segments: locally operating small companies, companies focusing on the domestic market and enterprises seeking growth and internationalisation. The result of the local small companies segment was EUR -2 million (2), that of companies focusing on the domestic market EUR 13 million (18), and that of growing and internationalising enterprises EUR 12 million (36) in the review period.

The subsidiary Finnish Export Credit Ltd had an impact of EUR 32 million (27) on the Group's profit. In particular, this increase was due to changes in the fair value of financial assets and liabilities. The net interest income was EUR 29 million (32). Export credit commitments decreased during the review period, contributing to a reduction in commitment fees and, consequently, in net fee and commission income by 25 % to EUR 11 million (14). Changes in items recognised at fair value through profit or loss and net income from foreign currency operations totalled EUR 5 million, whereas this figure in the reference period was EUR -9 million. The company's income tax was EUR 8 million (6). While the parent company Finnvera plc is exempt, its subsidiary Finnish Export Credit is liable to pay income tax.

Results of domestic and export financing

The result of the domestic operations of the parent company Finnvera plc was EUR 27 million (30), while the separate result of its export credit guarantee and special guarantee operations subject to the Act on the State Guarantee Fund was EUR 168 million (377).

Analysis of financial performance in January-December 2024

Interest income and expenses

The Group's net interest income during the period under review was EUR 139 million (115). Improved especially by a higher level of market interest rates, the net interest income was 20% higher than in the reference period.

Compared to the reference period, interest income increased by 26% to EUR 1,069 million (848). The most significant item increasing the interest income was interest income from derivatives and debt securities as well as interest from loans passed on to clients. At the end of December, the loan portfolio of export credits granted by Finnish Export Credit Ltd stood at EUR 6,519 million (7,315), which is 11% less than at the end of the previous year. The loan portfolio of the parent company's domestic financing was 35% higher than at the end of the previous year, totalling EUR 941 million (696) on 31 December.

Interest expenses increased by 27% from the reference period to EUR 930 million (733), the most significant factor in which was interest expenses generated by derivatives and debt securities in issue. The carrying amount of debt securities in issue was EUR 10,830 million (10,585) at the end of December.

Fee and commission income and expenses
The Group's net fee and commission income increased by 12% from the reference period to EUR 198 million (177).

The fee and commission income was EUR 203 million (189), or 7% higher than in the reference period. The share of parent company Finnvera plc's export credit guarantee and special guarantee operations in the Group's fee and commission income was 73% (69). Domestic loans and guarantees accounted for 21% (23). Export credits of the subsidiary Finnish Export Credit Ltd accounted for 6% (8) of the fee and commission income.

Fee and commission income from export credit guarantees, export guarantees and special guarantees increased by 15% to EUR 149 million (130). The most significant factor in this growth was recognition of individual guarantee premiums received in advance due to reimbursed guarantees and prepayment of liabilities. Fee and commission income from domestic guarantees decreased by 3% to EUR 40 million (42), which was affected by a reduction in the guarantee exposure by 8% compared to the year before. Fee and commission income from loans decreased by 24% to EUR 14 million (18), as the reduction in the export credit exposure resulted in fewer commitment fees for the period under review. Finnish Export Credit Ltd's contract portfolio totalled EUR 10.2 billion (11.0) at the end of 2024.

Fee and commission expenses totalled EUR 5 million (12), showing a decrease of 59% from the reference period. The fee and commission expenses mainly consisted of the costs of reinsurance taken out by the parent company, which included refunds of insurance premiums received as reinsurance contracts were cancelled during the review period. At the end of December, the maximum indemnity amount of reinsurance arrangements was EUR 1,505 million (1,306).

Gains and losses from financial instruments carried at fair value through profit and loss and foreign exchange gains and losses
The changes in the Group's value of items recognised at fair value through profit or loss and net income from foreign currency operations amounted to EUR 8 million (-9), of which the change in the fair value of liabilities, debt securities and interest rate and currency swaps was EUR 4 million (-6) and the net income from foreign currency operations was EUR 5 million (-4).

Finnvera applies hedge accounting in the valuation of liabilities when hedge accounting is applicable. At the end of December, the book value of these liabilities was EUR 9,553 million (9,113). The liabilities are hedged against changes caused by market interest rates. Credit risk changes are not part of the hedging relation.

The fair value option is applied to the valuation of liabilities that fall outside hedge accounting when they are hedged with derivative contracts. The valuation of the liabilities is based on market quotes. The share of the credit risk in the value change of liabilities is presented in other comprehensive income. At the end of December, the carrying amount of these liabilities was EUR 1,277 million (1,237).

In addition to derivatives that are used in hedging liabilities, Finnvera has taken out individual long-term cross currency swaps to cover foreign currency commitments. Finnvera applies cash flow hedge accounting practices to these contracts. Finnvera additionally applies fair value hedge accounting to some of the debt securities that are covered with interest rate swaps.

Operational expenses, other operating expenses, and depreciation and amortisation
The Group's operational expenses, other operating expenses and depreciation and amortisation totalled EUR 60 million (55), having increased by 9% from the previous year.

The operational expenses amounted to EUR 53 million (50), of which personnel expenses accounted for EUR 33 million (32) and other operational expenses for EUR 20 million (17). The 1% growth in personnel expenses from the previous year was influenced by an increase in the salary level. Other operational expenses increased by 14%, particularly as a result of an increase in external services. Voluntary personnel costs, IT costs and travel expenses were also clearly higher than in the reference year.

Depreciation and amortisation amounted to EUR 5 million (5) and other operating expenses to EUR 2 million (0). Other operating expenses included a non-recurring item related to phasing out venture capital financing and returning assets subject to the repayment obligation to the State.

Realised and expected credit losses
The Group's realised losses and change in expected losses totalled EUR 49 million, whereas the corresponding item was positive with a value of EUR 210 million in the reference year.

Expected losses, or loss provisions, decreased by EUR 51 million (320). In the third quarter of 2024, Finnvera was able to partially reverse its loss provisions, especially regarding cruise shipping companies. The reversal of loss provisions in export credit guarantee and special guarantee operations reduced the provisions by EUR 74 million (376). The calculation of expected credit losses is influenced in particular by macroeconomic forecasts and a significant change in credit risk between the reporting date and the initial granting date. Factors affecting the credit risk include the client's financial situation, risk classification, payment behaviour and the financial instrument used by them. The expected losses in domestic financing are also affected by changes in the State's credit and guarantee loss compensation level. The State's loss compensation rate is 50%, and in financing granted on special industrial policy grounds, the loss compensation rate can be 80% if so decided by the Ministry of Economic Affairs and Employment.

Realised credit losses amounted to EUR 121 million (128), which was 6% less than in the reference year. During the period under review, two larger individual export credit guarantee compensations were paid. Credit loss compensation from the State covering losses in domestic financing totalled EUR 20 million (18).

Loss provisions for domestic loans and guarantees increased by 11%, or EUR 15 million in total in 2024. Loss provisions stood at EUR 146 million (132) at the end of December, including the loss provisions of guarantee receivables. The amount of loss provisions was increased especially by the growth of the loan portfolio.

Loss provisions for export credit guarantees, export guarantees and special guarantees were partially reversed during the review period, especially for cruise shipping companies. The loss provisions stood at EUR 999 million (1 063) at year end, including the guarantee receivables. The amount of export credit guarantee and special guarantee operations accounted for EUR 905 million (979). While the credit risk of Finnvera's liabilities is estimated to have decreased, significant risks nevertheless persist.

Non-performing exposure

At the end of December, the amount of non-performing exposure in domestic financing stood at EUR 168 million (157), calculated in accordance with the EU-level harmonised calculation method. When the loss provisions made are taken into account, non-performing exposure accounted for 6.1% (6.0) of total exposure. The ratio of non-performing exposure to total exposure was approximately 3.1% (3.0) when the compensation for credit losses Finnvera received from the State is taken into account.

The amount of non-performing exposure in export financing stood at EUR 110 million at the end of December (178). The ratio of non-performing exposure to total exposure was 0.5 per cent (0.8).

Long-term economic self-sustainability

Finnvera is expected to attain financial self-sustainability in its operations. This means that in the long term and over a period exceeding the business cycle, the company's operating expenses must be covered by the income from its operations.

The objectives for the self-sustainability of domestic operations and export credit guarantee and special guarantee operations have been realised when the result is calculated cumulatively to the end of December 2024. The self-sufficiency calculation for export credit guarantee and special guarantee operations has taken into account the assets of the State Guarantee Fund.

The company's risk-based pricing and the extent and risk level of Finnvera's total exposure will have a significant impact on the company's financial performance and long-term economic self-sustainability in the years to come.

Balance sheet and contingent liabilities 31 December 2024

At the end of December, the consolidated balance sheet total was EUR 14,756 million (14,302). The balance sheet total increased by 3%, or EUR 454 million, during the year. The balance sheet total of the parent company Finnvera plc stood at EUR 14,787 million (14,390) at year end, and that of Finnvera's subsidiary, Finnish Export Credit Ltd, at EUR 6,849 million (7,827). The Group's contingent liabilities totalled EUR 14,933 million (16,441) on 31 December.

At the end of December, the Group's outstanding credits came to EUR 7,197 million (7,761), or 7% less than at the end of the previous year. The outstanding credits of the parent company came to EUR 7,366 million (8,103), of which receivables from subsidiaries totalled EUR 6,511 million (7,473).

The parent company's outstanding guarantees in domestic financing decreased by 8% in 2024 and were EUR 1,483 million (1,617) at the end of December.

The liabilities calculated according to the Act on the State's Export Credit Guarantees, which includes all commitments and half of the offers given at the exchange rate of the closing date, were EUR 16,708 million (17,735) at the end of December. The total exposure of the parent company arising from export credit guarantees and special guarantees (commitments and offers given, including export guarantees) totalled EUR 21,084 million (23,379), of which drawn guarantees amounted to EUR 14,278 million (14,152). The maximum indemnity amount of reinsurance arrangements valid at the end of the year was EUR 1,505 million (1,306), or around 11% of drawn guarantees.

The Group's long-term liabilities on 31 December totalled EUR 10,934 million (10,713), of which EUR 10,830 million (10,585) consisted of bonds.

At the end of December, the Group's non-restricted equity amounted to EUR 1,343 million (1,115), of which the reserve for domestic operations accounted for EUR 405 million (375), the reserve for export credit guarantees and special guarantees for EUR 511 million (135), and the retained earnings for EUR 427 million (606).

After the result of the period under review, the parent company's reserves for domestic operations as well as export credit guarantees and special guarantees for covering potential future losses amounted to a total of EUR 1,878 million (1,676) at the end of December. These reserves, which also cover the credit risk of export credits granted by the subsidiary, consisted of the following: the reserve for domestic operations after the result of the review period EUR 432 million (405) as well as the reserve for export credit guarantees and special guarantees and the assets of the State Guarantee Fund for covering losses of EUR 1,446 million (1,272).

The State Guarantee Fund is an off-budget fund whose assets include the assets accumulated from the activities of Finnvera's predecessor organisations. Under the Act on the State Guarantee Fund, the Fund covers the result showing a loss in the export credit guarantee and special guarantee operations if the reserve funds in the company's balance sheet are not sufficient. The non-restricted equity of the subsidiary, Finnish Export Credit Ltd, amounted to EUR 230 million (198) at the end of December.

Finnvera Group Key balance sheet figures	31 Dec 2024 MEUR	31 Dec 2023 MEUR	Change %
Assets	**14,756**	**14,302**	**3%**
- Loans to and receivables from credit institutions	579	1,357	-57%
- Loans to and receivables from customers	7,388	7,924	-7%
- Investments	5,296	3,554	49%
- Other assets	1,493	1,467	2%
Liabilities	**13,214**	**12,969**	**2%**
- Debt securities in issue	10,830	10,585	2%
- Provisions	893	902	-1%
- Other liabilities	1,490	1,482	1%
Equity	**1,542**	**1,333**	**16%**
- Reserve for domestic operations	405	375	8%
- Reserve for export credit guarantees and special guarantees	511	135	280%
- Retained earnings	427	606	-30%
- Other equity items	199	218	-8%

Funding

During the period under review, the Group's long-term funding under the EMTN debt programme was EUR 1,000 million (1,870) due to the bond issued by Finnvera in May. In 2024, EUR 929 million in long-term debt was repaid (913). The short-term funding acquired under the Euro Commercial Paper debt programme totalled EUR 412 million (1,448), and short-term debt was repaid by EUR 651 million (1,759).

Capital adequacy

The Act on Finnvera (443/1998) stipulates that domestic operations must be kept separate from export credit guarantee and special guarantee operations. In consequence, losses from domestic operations are covered from the reserve for domestic operations, while losses from export credit guarantees and special guarantees are covered from the reserve for export credit guarantee and special guarantee operations. According to the Act on the State Guarantee Fund (444/1998), the State is responsible for export credit guarantees and special guarantees. Should the reserve for export credit guarantee and special guarantee operations lack sufficient assets to cover the losses incurred in the respective operations, the losses are covered from assets in the State Guarantee Fund, which are supplemented, whenever necessary, by an appropriation from the State Budget.

The State Guarantee Fund is an off-budget fund whose assets include assets accumulated from the activities of Finnvera's predecessor organisations.

The above separation prescribed by law and the State's responsibility for export credit guarantees explain why Finnvera assesses its capital adequacy, i.e. the ratio between its exposure and assets, separately for domestic operations and export credit guarantee and special guarantee operations.

Capital adequacy in domestic financing

According to the goal set by the State of Finland, the owner of Finnvera, the Group's capital adequacy ratio for domestic operations should be at least 15.0%. Finnvera's capital adequacy is calculated in accordance with the principles of the Basel III standard method. The Group's capital adequacy ratio for domestic operations, Tier 1, stood at 25.5% (24.3) and the leverage ratio was 24.3% (21.9) at year end. The risk-weighted items in the Group's domestic operations totalled EUR 2,635 million (2,650) and the capital for calculating capital adequacy was EUR 671 million (645) at year end.

Finnvera Group, domestic financing Capital for calculating capital adequacy	31 Dec 2024 MEUR	31 Dec 2023 MEUR	Change %
Equity for domestic financing	683	655	4%
Intangible assets	-12	-10	-23%
Total	**671**	**645**	**4%**
Risk-weighted items	**MEUR**	**MEUR**	**%**
Receivables from credit institutions	1	3	-68%
Receivables from clients	2,131	2,018	6%
Investments and derivatives	21	21	1%
Interest receivables, other receivables, prepayments, other assets	16	18	-8%
Binding credit commitments	206	335	-39%
Operational risk	259	255	2%
Total	**2,635**	**2,650**	**-1%**
Capital adequacy ratio, Tier 1	**25.5%**	**24.3%**	

Capital adequacy in export financing

No specific requirement has been set for the capital adequacy of Finnvera's export financing because, ultimately, the State is responsible for any major export credit guarantee losses that the equities accumulated from operations and the assets of the State Guarantee Fund cannot cover. Calculating capital adequacy in a manner applied to banking is not a suitable option for Finnvera, considering its special industrial policy purpose as a promoter of exports. However, if the capital adequacy is calculated using a similar method as in domestic financing and the assets in the reserve for export credit guarantee and special guarantee operations and the State Guarantee Fund are taken into account, the estimated capital adequacy of export financing in accordance with Tier 1 was 5.7% (5.6).

Finnvera Group, export financing *	31 Dec 2024	31 Dec 2023	Change
Capital for calculating capital adequacy	**MEUR**	**MEUR**	**%**
Equity for export financing	1,395	1,240	13%
Total	**1,395**	**1,240**	**13%**
Risk-weighted items	**MEUR**	**MEUR**	**%**
Export credit guarantees, export guarantees and special guarantees	21,520	18,995	13%
Investments, derivatives and receivables from credit institutions	1,696	1,699	0%
Other receivables, prepayments, other assets	1,124	1,247	-10%
Operational risk	305	241	27%
Total	**24,646**	**22,182**	**11%**
Capital adequacy ratio, Tier 1	**5.7%**	**5.6%**	

* No minimum requirement has been set for the capital adequacy ratio for export financing. See chapter Capital adequacy in export financing.

Risk position

At the end of the period under review, the exposure for domestic loans and guarantees was EUR 2,912 million (3,045), which was EUR 133 million less than at the end of 2023. The economy has remained uncertain in 2024, and client payment difficulties are still at a high level. In 2024, the amount of bankruptcies in Finland was at its highest level in the 21st century. The expected loss (EL) amounted to 5.59% (4.07) of the exposure at the end of the review period due to individual factors.

Altogether, 68% (81) of Finnvera's exposure fell into the credit rating category B- or better. Finnvera applies the insolvency definition set by the European Banking Authority (EBA). During the period under review, the realised credit and guarantee losses and the change in loss provisions in domestic operations amounted to EUR 57 million (51).

At the end of the period under review, the exposure arising from export credit guarantees, export guarantees and special guarantees was EUR 21,084 million (23,379), which is EUR 2,295 million less than at the end of 2023. The greatest share of the outstanding guarantees totalling EUR 18,683 million (18,636) and binding offers totalling EUR 2,401 million (4,743) was associated with transactions in EU Member States and OECD countries. The main sectors were cruise shipping, telecommunications, and pulp and paper, which accounted for 79% (82) of total exposure. Altogether, 32% (32) of the liabilities were in risk category BBB-, which reflects investment grade, or in better risk categories.

The amount of export credit and special guarantee losses was higher than average, mainly due to two larger loss compensations. Calculated expected credit loss (ECL) has decreased significantly from the high level caused by the pandemic due to the gradual recovery of cruise shipping industry. However, the risk level remains slightly more elevated than usual.

The contract portfolio related to the export credit financing of Finnvera's subsidiary, Finnish Export Credit Ltd, totalled EUR 10,174 million (11,038), representing a reduction of EUR 864 million from the turn of the year. The exposure includes outstanding credits and binding credit commitments. Offers amounted to EUR 485 million (401). The credit risks for export credits are covered by means of export credit guarantees granted by the parent company Finnvera plc, which are included in the above-mentioned total exposure for export financing.

The asset management liquidity portfolio consisting of deposits in banks and investments in liquid assets stood at EUR 5,736 million (4,689) at the end of the review period. All investments were at minimum in risk category BBB- (Finnvera's risk category), which reflects investment grade, or in better risk categories, and all long-term (exceeding 12 months) investments are made in assets with a minimum credit rating of A- (S&P and Fitch) or A3 (Moody's). A total of 99% (97) of assets were in investments or account banks with a minimum rating of A- (Finnvera's risk category). Expected credit loss (EL) for deposits and investments was EUR 1.2 million (1.0), or 0.02% (0.02).

The company hedges interest rate and currency risks using derivatives, the nominal value of which was EUR 19,041 million (18,078) at the end of December. The minimum credit rating for all derivative contract counterparties was A3 (Moody's) or A- (S&P and Fitch). The derivative-related counterparty risk is mitigated with collateral agreements, the collateral premiums of which are agreed on a daily basis.

At the end of the review period, the market risks related to asset management were in line with the risk limits set by the Board of Directors. Of the most significant risks, the funding-related cost risk due to structural underfunding was EUR 32 million and the market value risk of the investment portfolio was EUR 122 million. The balance sheet's interest rate sensitivity was EUR -2 million for a 200-basis-point change, and the open foreign exchange position was EUR 1 million.

Sustainability in Finnvera

Sustainability management and sustainability strategy
Sustainability is the foundation of Finnvera's operations, and as a responsible provider of financing, our work is underpinned by risk-based assessments and internationally recognised standards. Sustainability, responsibility and impact are integrated comprehensively in Finnvera's strategy and operations.

Finnvera's Board of Directors makes decisions on the sustainability strategy as part of the company's overall strategy and in keeping with the ownership steering policies determined by the Ministry of Economic Affairs and Employment. The principles guiding the company's operations stress responsible action in dealings with all stakeholders as well as compliance with laws, regulations, official recommendations and international commitments. The areas of the sustainability strategy are environmental and climate responsibility, social responsibility, good corporate governance, financial responsibility and risk management, and active sustainability communication. Finnvera's sustainability policies are prepared by the Management Group, the Credit Committee and Asset Management and approved by the Board of Directors.

The Board of Directors sets annual goals for sustainability, and the Audit Committee and the Board monitor their attainment actively. Among other things, progress towards the sustainability goals is monitored by means of an ISO 9001-certified quality/operation system that relies on internal and external audits, management reviews and similar. The overall responsibility for achieving the goals rests with the Board of Directors and CEO. Finnvera's Management Group is responsible for achieving the goals in different units. The Board of Directors discusses sustainability reviews twice a year and actively monitors other sustainability-related issues as well as reports annually to the State owner on corporate responsibility and its indicators at the Annual General Meeting.

Finnvera incorporates the impacts of climate change in the financing decisions as well as in asset and risk management. The company sets targets for as well as measures and reports on the climate and biodiversity impacts of financing and the company's own operations. Finnvera fosters good corporate governance and comprehensive quality control and ensures long-term self-sustainability through risk management.

Finnvera continued to develop its sustainability measures and reporting
In 2024, Finnvera continued to develop its sustainability measures and reporting in keeping with both legislative requirements and stakeholder expectations.

While the EU Corporate Sustainability Reporting Directive (CSRD) does not apply to Finnvera, the company advanced its CSRD reporting capabilities following guidelines agreed upon with the Ministry of Economic Affairs and Employment. As a state-owned specialised financing company, Finnvera is not subject to the EU Credit Institutions Directive, the national Act on Credit Institutions or the EU Corporate Sustainability Reporting Directive. However, Finnvera finds it important to develop its reporting and improves its CSRD compliant reporting capabilities in line with stakeholder expectations. Finnvera will gradually introduce partial CSRD reporting in financial years 2024–2026.

In 2023, Finnvera carried out a sustainability-related materiality assessment for the first time in keeping with the double materiality principle laid down in the CSRD. In this assessment, the impacts of different sustainability themes were examined from the perspectives of people and the environment as well as their economic impacts, risks and opportunities for Finnvera. In particular, the assessment focused on sustainability aspects of financing as well as the weightings of sustainability impacts and responsibilities in different sectors. The assessment identified as Finnvera's key sustainability themes impacts on communities (added value for society generated by the financing), climate change (emissions and energy consumption) and the environment (biodiversity and pollution). The analysis results have guided Finnvera's sustainability reporting since 2024.

Finnvera's sustainability report 2024 and cooperation across organisational boundaries
Finnvera's sustainability report for financial year 2024 was drawn up in reference to the requirements of the Global Reporting Initiative (GRI) 2021 standard. The report can be found in the Annual Report's section on Sustainability, which describes Finnvera's sustainability measures in more detail. The report covers the economic, social and environmental impacts of the Finnvera Group. Finnvera reports on sustainability by calendar year. There has been no external assurance of the sustainability report 2024.

Finnvera assesses climate risks as part of the environmental and social risk management process following the Task Force of Climate Disclosures (TCFD) guidelines. Finnvera must address the climate change risk in all key risk types as part of the Internal Capital Adequacy Assessment Process (ICAAP).

Finnvera participates actively in international cooperation aiming to promote climate-friendly export financing and to find effective CO_2 calculation rules. Finnvera is part of the EU Export Credit Agencies (ECA) cooperation organisation. The State of Finland also participates in the Export Finance for Future (E3F) coalition, which has put an end to export financing for fossil fuel projects, with some carefully specified exceptions.

In connection with the UN Climate Change Conference held in Baku in November 2024, Finnvera joined export credit institutions' international forum, Net-Zero Export Credit Alliance. It brings together export credit agencies prepared to pursue the emission targets laid down in the Paris Agreement by 2050. Its other objectives include creating a measurement method for setting emission targets as well as reporting on and monitoring their achievement and building a common view of the net-zero target in export financing.

In addition, Finnvera participates actively in the OECD Arrangement and the Berne Union Climate Change Working Group.

Sustainable development as part of Finnvera's operations is one of the company's strategic competence areas. Finnvera's membership in the FIBS corporate responsibility network (Finnish Business & Society) means that the entire personnel has access to an extensive offer of sustainability training.

Biodiversity and biodiversity loss management strategies were defined to accompany the climate strategy

Climate change mitigation has up till now been prioritised in the sustainability strategy. For climate risks Finnvera has a climate strategy in place, the aim of which is to mitigate climate change and reduce emissions through six areas: incentives, measuring, risk management, exclusions, engagement and competence. These measures are aimed at mitigating climate change and reducing greenhouse gas emissions. From 2025, biodiversity and a biodiversity loss management strategies will be the second priority of the sustainability strategy.

Finnvera's Code of Conduct brings together the legal rules, internal sustainability policies and ethical principles that apply to all personnel members and members of the governing bodies at Finnvera. The Code of Conduct is reviewed and its content is updated annually. In 2024, Finnvera prepared a Supplier Code of Conduct for the supply chain, which will be included in procurements Finnvera puts out to tender from the beginning of 2025. This will ensure that the products and services to be procured are produced under socially responsible and environmentally sustainable conditions.

The policies guiding financing determine Finnvera's participation in financing projects. The Environmental and social risk management policy is a key tool for controlling the impacts of Finnvera's financing. As Finnvera makes financing decisions, it identifies projects with the greatest environmental risks. Action plans are drawn up with clients to reduce the risks.

Finnvera's oil and gas policy restricts the granting of export credit guarantees to these sectors. In 2024, Finnvera updated its policy by combining all fossil fuel exclusion policies in a single document and adding detail to the guidelines for assessing compliance and exceptions with the Paris Agreement. Finnvera has set a long-term climate goal for its operations: promoting the attainment of the Paris Climate Agreement goal of limiting global warming to 1.5 degrees.

Finnvera exceeded its ESG targets in its investments

Finnvera's Asset Management uses a framework for sustainable investments that meets investors' information needs relating to sustainability requirements and ESG indicators as well as defines the criteria for sustainable investing as part of Asset Management's investment plan. At the beginning of 2024, a document explaining this framework was published openly on the company's website. The idea is to integrate sustainability and corporate responsibility as elemental parts into investment operations and decision-making relating to them. Asset Management is committed to sustanaibility principles set at the company level, compliance with which is also required by the State owner. The principles of sustainable investment complement the company-level policies. In addition to striving to assess sustainability and responsibility risks at issuer level, increasing the share of thematic investments in long-term bond investments has been one of the company's concrete goals.

The goal for the investment operations of Finnvera's Asset Management in 2024 was that 15% to 20% of long-term investments are thematic investments that meet the Asset Management's ESG criteria. This goal was exceeded and, at the end of 2024, 24% of long-term investments were thematic investments meeting the ESG criteria. Slightly less than two thirds of them were green bonds. Thematic investments will be continued within the framework of the company's risk-taking policy and investment plan. The planned share of thematic investments for the following year is 25% to 30% of long-term investments.

Sector-specific climate criteria and incentives introduced

Finnvera has significant environmental and social impacts through the projects it finances. Finnvera's key environmental and climate impacts arise from export financing projects.

Emission-intensive industrial sectors, including forestry, mining and pulp and paper predominate in Finnish exports. On the other hand, Finnvera also finances leading-edge Finnish technology that helps reduce environmental loading and climate impacts. Projects may also have impacts on biodiversity. Negative impacts of the financed projects are managed through detailed environmental, social and governance (ESG) risk assessments and monitoring in each project.

Finnvera strives to actively channel financing to projects that have positive climate impacts while reducing the share of projects that harm the climate. In early 2024, Finnvera introduced sector-specific criteria for export financing projects in which climate-friendly features are identified. These criteria are based on internationally recognised frames of reference, including the EU taxonomy and Climate Bond Initiative (CBI) criteria. Projects that meet the criteria may be eligible for Finnvera's financing incentives aimed at promoting Finland's low-emission technology exports. In 2024, Finnvera granted guarantees worth approx. EUR 500 million to projects that meet the criteria.

In the OECD Arrangement, export credit agencies agree on ways of encouraging investments and export projects that meet the climate criteria to go ahead through export financing, for example by offering longer repayment periods for loans. The climate criteria of the Arrangement are known as the Climate Change Sector Understanding (CCSU). In 2024, Finnvera financed projects that meet the OECD CCSU criteria with EUR 286 million in total.

SMEs' climate-friendly projects are supported with climate and digitalisation loans. A total of EUR 73 million was granted in these loans in cooperation with the European Investment Fund and backed by the European Commission's InvestEU guarantee programme in 2024.

Total carbon footprint decreased, emissions from own operations grew – Carbon handprint calculated for the first time

In 2024, Finnvera calculated its emissions for the third time following the GHG protocol and PCAF calculation standards. The latest calculation is based on data from 2023. On the basis of the emission calculations, Finnvera developed an emission pathway extending to 2050. Finnvera started monitoring emissions generated from its financing portfolio as the volume of carbon dioxide emissions per euro of financing (CO_2/EUR) in relation to the selected emission pathway. In 2024, emissions related to Finnvera's financing portfolio were below the set emission target. This result was influenced by a decrease in Finnvera's total emissions.

The total CO_2 emissions from Finnvera's financing were 4.9 $MtCO_2e$ (5.7). Emissions from Finnvera's own operations were 1,339 tCO_2e (639), or 0.03% of total emissions. Emissions from financed projects decreased by 15% and accounted for 99.97% of the carbon footprint. The accuracy of the calculation improved further as Finnvera was able to collect more data concerning individual companies and projects. Compared to the previous calculation, Finnvera's total emissions decreased by 15%.

Finnvera calculated its carbon handprint for the first time in 2024. This calculation is based on data from 2023. The handprint of renewable energy projects financed by Finnvera, in other words avoided emissions, totalled 0.2 $MtCO_2$ in 2023. The handprint is expected to increase as the share of renewable energy projects is growing in the energy production sector.

ESG reporting used to assess sustainability in domestic financing

To assess sustainability in domestic financing, Finnvera uses Suomen Asiakastieto Oy's ESG reports to support the processing of financing applications. These reports can be used to identify risks related to applicant companies' business based on non-financial information. This includes information on emissions into air, energy consumption and environmental taxes of the relevant sector as well as any quality, occupational safety and environmental certificates issued to the company. In the future, Finnvera will use information produced by Asiakastieto to monitor the development of corporate responsibility among clients.

Strategy highlights the significance of good corporate governance

Good corporate governance and risk management are highly significant in Finnvera's strategy. The aim is to ensure transparency at all levels of the organisation.

Finnvera's Code of Conduct brings together the legal rules, internal sustainability policies and ethical principles that apply to all personnel members and members of the governing bodies at Finnvera. The Code of Conduct is reviewed and its content is updated annually. In 2024, Finnvera prepared a Supplier Code of Conduct for the supply chain, which will be included in procurements Finnvera puts out to tender from the beginning of 2025. This will ensure that the products and services to be procured are produced under socially responsible and environmentally sustainable conditions.

Finnvera applies anti-corruption principles in all operations and also expects its clients and business partners to take anti-corruption measures. Finnvera is committed to complying with the OECD's Anti-Bribery Recommendation for export financing. As a public provider of financing and an intermediary of EU funds, Finnvera requires clients to take extensive measures against tax evasion. Finnvera complies with practices that prevent money laundering and the financing of terrorism in its financing as well as applies the client identification and KYC (Know Your Customer) obligations recommended by the Financial Supervisory Authority and internal procedures.

Ethical conduct of business in Finnvera is monitored, and the company's Board of Directors is regularly informed of any concerns raised by stakeholders, for example in client and stakeholder feedback.

Social impacts: Attention to human rights in financed projects – high satisfaction among Finnvera's personnel

Finnvera plays an important role in society by facilitating and boosting Finnish enterprising and exports. Issues related to the terms of employment and conditions of people working in projects to be financed are an important part of Finnvera's social responsibility.

Projects to be financed with export credit guarantees are often carried out in countries with shortcomings in their human rights legislation and the realisation of human rights. This is why assessing human rights, social impacts and risks in export projects is a key part of financing decisions, and a team that focuses on the social and environmental impacts of the project is involved in financing projects. The UN Guiding Principles on Business and Human Rights (UNGP), IFC Performance Standards on Environmental and Social Sustainability, and Finnvera's ES risk management policy are taken into account in the assessment.

Striving and competent personnel are also at the core of social responsibility. In 2024, more than 90% of Finnvera's employees responded to the company's extensive Easy Flow personnel survey. The overall index of the survey reached 78.8 points (2021: 76.8), which means that Finnvera ranked as one of the most inspiring workplaces in Finland. Finnvera's Employer Net Promoter Score (eNPS) also improved compared to the previous survey, reaching 40 points (2023: 35).

Administration

Personnel

At the end of the financial period, the Group had 374 employees (368), of whom 351 (353) held a permanent post and 23 (15) a fixed-term post. The Group's average number of employees during the period under review was 372 (369), and the personnel expenses totalled EUR 33 million (EUR 32 million).

Changes in senior management

Juuso Heinilä, M.Sc. (Tech.), M.Sc. (Econ.), took on the role of Finnvera's CEO on 1 June 2024. His appointment was decided by the Board of Directors of Finnvera plc in April. Heinilä has worked at Finnvera since 2016 and has previously served as Executive Vice President responsible for SME and midcap financing.

The previous CEO, Pauli Heikkilä, served as a special advisor to Finnvera's Board of Directors until the end of November 2024.

The Board of Directors of Finnvera plc appointed Juha Ketola, M.Sc. (Tech.), as Executive Vice President for SME and midcap financing and a member of the company's Management Group from 1 January 2025. Ketola substituted for Executive Vice President from the beginning of June 2024, before which he held the role of Regional Director for a long period, most recently in the Central Finland region.

From 1 June 2024, the tasks of the Regional Director for Central Finland were carried out by Regional Manager Kari Hytönen in addition to his other duties.

Supervisory Board, Board of Directors and auditor

The State of Finland as the sole shareholder of Finnvera plc, and the Ministry of Economic Affairs and Employment as the State's representative, modified the composition of the company's Board of Directors from 4 December 2024. LL.M. Jan Vapaavuori was appointed Chair of the Board, and Pia Santavirta, L.L.M. and CEO of Finnish Industry Investment Ltd, was appointed a new Board member.

Director General, LL.M. with court training Jan Hjelt from the Ministry of Economic Affairs and Employment continued as First Vice Chair, and Director General, Lic. Sc. (Econ.) Mikko Spolander from the Ministry of Finance continued as Second Vice Chair of the Board. Hannu Jaatinen, M.Sc. (Econ.), eMBA; Eila Kreivi, M.S. Sc.; Anne Nurminen, Entrepreneur; and Elina Piispanen, M.Sc. (Econ.) continued as members of the Board.

The Board's term of office extends until the end of the Annual General Meeting in 2025. Three committees assist the Board in managing its tasks: the Audit Committee, the Risk Committee and the Remuneration and Nomination Committee.

Members of the Board of Directors 2024

Members	Membership 2024
Chair Petri Ekman	1 Jan.–4 Dec.
Chair Jan Vapaavuori	4 Dec.–31 Dec.
I Vice Chair Elise Pekkala	1 Jan.–21 Mar.
I Vice Chair Jan Hjelt	21 Mar.–31 Dec.
II Vice Chair Mikko Spolander	1 Jan.–31 Dec.
Hannu Jaatinen	1 Jan.–31 Dec.
Ritva Laukkanen	1 Jan.–21 Mar.
Eila Kreivi	21 Mar.–31 Dec.
Anne Nurminen	1 Jan.–31 Dec.
Elina Piispanen	1 Jan.–31 Dec.
Petri Viertiö	1 Jan.–4 Dec.
Pia Santavirta	4 Dec.–31 Dec.

On 21 March 2024, Finnvera's Annual General Meeting appointed Hanna-Maija Kiviranta, First Vice Chair of Business School Graduates in Finland, to Finnvera's Supervisory Board as a new member, and Johanna Reinikainen, Regional Manager, was appointed to the Board as Finnvera's personnel representative.

Sofia Vikman, Member of Parliament, continued to serve as Chair of the Supervisory Board, and Seppo Eskelinen, Member of Parliament, as its Vice Chair. Members of Parliament Hilkka Kemppi, Rami Lehtinen, Aki Lindén, Onni Rostila, Hanna Sarkkinen, Mari-Leena Talvitie, Sofia Virta and Ville Väyrynen continued as members of the Supervisory Board, as did Mari Laaksonen, Chair of the Council of Federation of Finnish Enterprises; Kari Luoto, Managing Director (Finnish Grocery Trade Association); Veli-Matti Mattila, Director, Chief Economist (Finance Finland); Seppo Nevalainen, Economist (Finnish Confederation of Professionals STTK); Katja Syvärinen, Director (Central Organisation of Finnish Trade Unions SAK); and Tommi Toivola, Director (Confederation of Finnish Industries).

Ernst & Young Ltd was elected as Finnvera's regular auditor, with Miikka Hietala, Authorised Public Accountant, as the principal auditor.

Other events during the period under review

Finnvera, Tesi and Business Finland to step up their cooperation

Finnvera, Tesi and Business Finland are also stepping up their cooperation on bolstering the Finnish economy through the work of their Boards of Directors. Pia Santavirta, CEO of Tesi, was appointed a member of Finnvera's Board of Directors and Lassi Noponen, CEO of Business Finland, was appointed a member of Tesi's Board of Directors on 4 December 2024.

Replacing Board members is part of a more extensive rearrangement in the Ministry of Economic Affairs and Employment's administrative branch aiming to raise the strategic level of specialised financing institutions' role in industrial policy and cooperation between the companies.

Export credit agencies' financing supports EU Global Gateway strategy
Finland and Finnvera are involved in implementing the strategy, and Finnvera has agreed with European export credit agencies that Finnvera's export financing and export credit guarantees can be used in Global Gateway compliant export projects. Twenty European export credit agencies, including Finnvera, from 19 Member States signed a letter of intent on financing opportunities for transactions offered under the Global Gateway programme.

Finnvera accepted as an issuer in Nasdaq Helsinki
Finnvera was accepted as an issuer in Nasdaq Helsinki on 20 December 2024. Finnvera aims to list new bonds issued under the EMTN programme on Nasdaq Helsinki as a Finnish issuer.

Long-term funding amount for 2025
In 2024, Finnvera issued one EUR 1 billion bond with a term to maturity of slightly over 5 years. Finnvera will use the funds to finance its export credits. The goal of the funding is to make competitive financing available for the clients of Finnish export companies. The planned amount of long-term funding for 2025 is EUR 1 to 2 billion.

Industrial and ownership policy goals guide Finnvera's operations
The Ministry of Employment and the Economy sets the industrial and ownership policy goals for Finnvera. When determining these goals, the Finnish Government Programme, the ministry's corporate strategy, the policy objectives for the ministry's branch of administration, and the goals of EU programmes were taken into consideration. The goals of the industrial and ownership policy and Finnvera's strategy support each other and are examined in parallel. The issues to be monitored regarding the industrial and ownership policy goals included the overhaul of the legislation governing Finnvera together with the Ministry of Economic Affairs and Employment, domestic financing, EU financing, export financing, impact, climate change and corporate responsibility, self-sustainability and Finnvera's risk management. All goals set for 2024 were achieved.

Outlook for financing

The worst of the recession is behind us, and the Finnish economy is forecast to start growing in 2025. Great expectations are currently placed on the improved outlook for exports as well as the growth and renewal of the entire business sector.

We expect that the demand for Finnvera's domestic financing will increase, including financing for investments, as the economic upturn drives a need for more production capacity. Due to the long-standing uncertainty, the economic position of many companies is weak. Finnvera's role is stressed in arranging financing and sharing the risk with other providers of financing.

We encourage companies to grasp the growth opportunities created by the green transition with the help of our climate and digitalisation loans and other incentives for sustainable financing. We will continue piloting loans for micro-enterprises' growth projects until the end of March 2025. While we expect the high demand for the loans to continue, we will reassess small companies' access to financing after the conclusion of the pilot. Finnvera strives to be active wherever our input is needed to arrange access to financing.

We expect that the demand for export credit guarantees will start growing in 2025 and that this growth will continue in 2026. Exportation of investment goods, which is vital for Finland's exports, is post-cyclical and the increase in demand will be reflected in export credit guarantees granted by Finnvera with a delay. Positive signs can already be seen in several sectors, however. Finnvera plays an important role in granting guarantees for long-term trade. We encourage export companies to seek growth in emerging and new markets and to rely on Finnvera for financing export transactions and risk hedging. We will continue to grant export credit guarantees to Ukraine as part of Finland's national reconstruction programme for the country.

Finnvera, the Tesi Group and Business Finland will step up their cooperation with the goal of boosting companies' growth, exports, and the impact of financing. We will continue to work actively together with Team Finland and promote the growth and internationalisation of companies, also while the renewal of public export functions is underway. Finnvera's Trade Facilitators strive to bring together foreign buyers and Finnish exporters and to promote trade using Finnvera's export financing together with Business Finland. The aims also include increasing the number of midcap enterprises in Finland.

Outlook for 2025
The business outlook for cruise shipping companies continued to improve in 2024. The credit loss risk of export financing liabilities remains high, however, which causes uncertainty about the Finnvera Group's financial performance in 2025.

Board of Director's proposal for measures concerning the result for the financial period

The parent company's profit for the financial period was EUR 195,383,571.53.

The Board of Directors proposes that, by virtue of Section 4 of the Act on the State-Owned Specialised Financing Company, the result of the financial period be transferred to the non-restricted equity funds as follows:

To the reserve for export credit guarantee and special guarantee operations; the share of export credit guarantee and special guarantee operations EUR 167,828,630.50

To the reserve for domestic operations; the share of domestic operations EUR 27,554,941.03

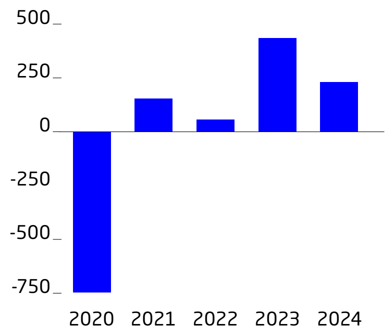
The gains from revaluation of defined benefit pension plans, EUR -120,717.00, were entered directly into retained earnings during the financial period. The Board of Directors proposes that this amount be transferred to the reserve for domestic operations.

Key figures

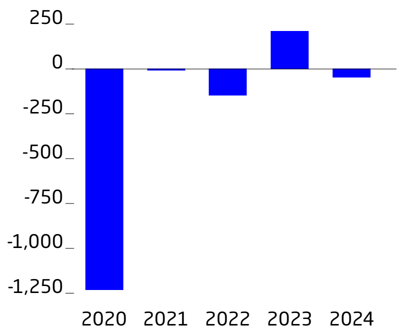
Finnvera Group	2020	2021	2022	2023	2024
Key P&L figures					
Net interest income, MEUR	51	55	69	115	139
Net fee and commission income, MEUR	143	167	204	177	198
Other operating income, MEUR	349	4	0	0	0
- of which fund payment from The State Guarantee Fund, MEUR	349	-	-	-	-
Operational expenses, MEUR	-44	-46	-49	-50	-53
- of which personnel expenses including social security costs, MEUR	-29	-30	-30	-32	-33
Realised credit losses and change in expected credit losses (net), MEUR	-1,233	-11	-148	210	-49
- Realised credit losses and change in expected credit losses total, MEUR	-1,269	-46	-176	192	-70
- Credit loss compensations from the State, MEUR	36	35	29	18	20
Operating result, MEUR	-740	164	64	439	236
Result, MEUR	-748	153	55	433	228
Key balance sheet figures					
Loans to and receivables from customers, MEUR	7,088	7,404	6,979	7,924	7,388
Investments, MEUR	3,474	3,323	3,165	3,554	5,296
Liabilities, MEUR	11,946	11,356	11,726	12,969	13,214
- of which debt securities in issue, MEUR	10,379	10,285	9,663	10,585	10,830
Shareholders' equity, MEUR	727	863	909	1,333	1,542
- of which non-restricted equity, MEUR	473	626	682	1,115	1,343
Balance sheet total, MEUR	12,673	12,220	12,635	14,302	14,756
Key ratios[1]					
Return on equity, ROE, %	-68.3	19.2	6.3	38.7	15.8
Return on assets, ROA, %	-5.9	1.2	0.4	3.2	1.6
Equity ratio, %	5.7	7.1	7.2	9.3	10.5
Capital adequacy ratio, Tier 1, domestic financing, %	25.1	23.9	25.7	24.3	25.5
Capital adequacy ratio, Tier 1, export financing, %[2]	1.3	3.4	3.2	5.6	5.7
Expense-income ratio, %	26.4	23.5	20.7	19.4	17.3
Average number of employees	360	366	368	369	372
Finnvera plc					
Financing granted, domestic loans and guarantees, EUR bn	1.4	1.5	1.0	1.8	0.9
Exposure, domestic loans and guarantees, EUR bn	2.6	3.0	2.7	3.0	2.9
Financing granted, export credit guarantees, export guarantees and special guarantees, EUR bn	3.2	4.6	5.9	5.4	2.9
Exposure, export credit guarantees, export guarantees and special guarantees, EUR bn	22.4	22.7	23.4	23.4	21.1
Number of clients	26,463	25,771	24,430	23,113	21,149
NPS index (net promoter score)	56	67	72	64	79

1 Formulas for the key indicators are presented in the Note H2.
2 The capital adequacy ratio Tier 1 is calculated according to Basel III standard method. No minimum requirement has been set for the capital adequacy of Finnvera's export financing because, ultimately, the State is responsible for any major export credit guarantee losses that the equities accumulated from operations and the assets of the State Guarantee Fund cannot cover. Calculating capital adequacy in a manner applied to banking is not a suitable option for Finnvera, considering its special industrial policy purpose as a promoter of exports.

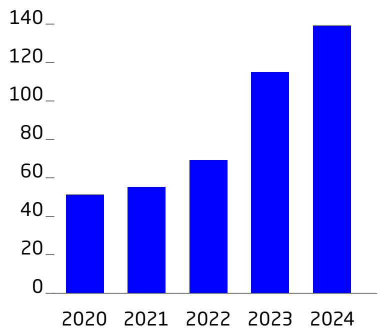
Result, MEUR



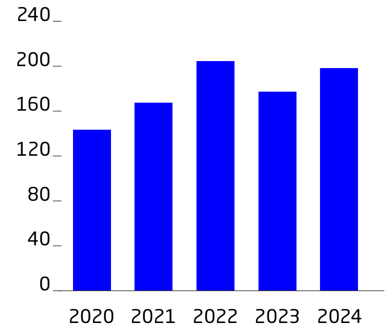
Realised credit losses and change in expected credit losses (net), MEUR



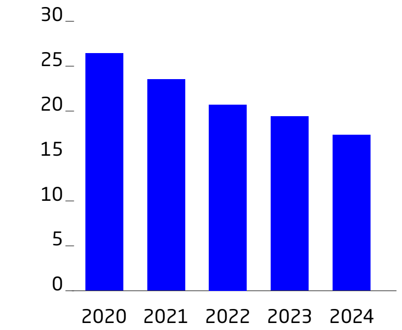
Net interest income, MEUR



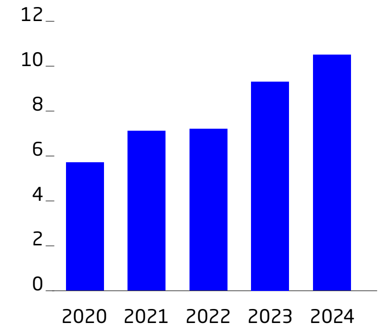
Net fee and commission income, MEUR



Expense-income ratio, %



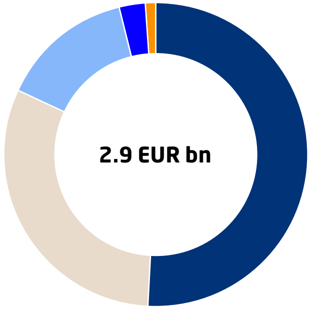
Equity ratio, %



Total exposure from business operations

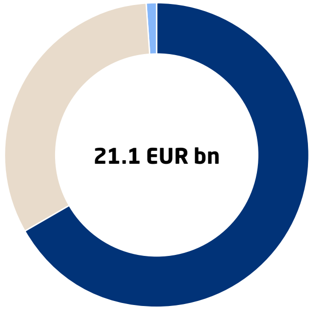
(EUR 1,000)	Finnvera Group 31 Dec 2024	Finnvera Group 31 Dec 2023	Finnvera plc 31 Dec 2024	Finnvera plc 31 Dec 2023
Domestic operations				
Contingent liabilities, drawn	1,482,714	1,617,006	1,482,714	1,617,006
Loans included in the balance sheet, gross	910,441	666,257	910,441	666,257
Investments in domestic financing bonds included in the balance sheet	30,130	30,046	30,130	30,046
Guarantee receivables included in the balance sheet	77,483	61,761	77,483	61,761
Total drawn exposure	**2,500,768**	**2,375,070**	**2,500,768**	**2,375,070**
Contingent liabilities, undrawn	411,634	670,247	411,634	670,247
Total exposure, domestic operations	**2,912,402**	**3,045,317**	**2,912,402**	**3,045,317**
Export credit and special guarantee operations				
Contingent liabilities, drawn [2]	6,710,783	5,520,371	14,085,070	13,984,310
Items included in the balance sheet, gross [1, 2]	6,518,873	7,315,186	-	-
Recovery receivables included in the balance sheet	192,501	167,865	192,501	167,865
Total drawn exposure	**13,422,156**	**13,003,422**	**14,277,571**	**14,152,175**
Contingent liabilities, undrawn	6,328,168	8,633,814	6,806,196	9,226,709
Total exposure, export credit and special guarantee operations	**19,750,325**	**21,637,236**	**21,083,767**	**23,378,884**
Total exposure from business operations	**22,662,727**	**24,682,553**	**23,996,169**	**26,424,200**

1 The figures presented do not take into account IFRS9 expected credit losses (ECL).
2 The risk associated with the repayment of export credits granted by Finnish Export Credit Ltd, part of Finnvera Group, is covered by an export credit guarantee granted by the parent company. When the parent company finances export credits granted by Finnish Export Credit Ltd, the parent company's balance sheet also includes a receivable from Finnish Export Credit Ltd. The parent company's contingent liabilities include EUR 6,726 million (7,653) in export credit guarantees which are financed by the export credits granted by the subsidiary Finnish Export Credit Ltd.



Total exposure, domestic operations 31 Dec 2024
Finnvera plc

- Contingent liabilities, drawn
- Loans included in the balance sheet, gross
- Contingent liabilities, undrawn
- Guarantee receivables included in the balance sheet
- Investments in domestic financing bonds included in the balance sheet



Total exposure, export credit and special guarantee operations 31 Dec 2024
Finnvera plc

- Contingent liabilities, drawn
- Contingent liabilities, undrawn
- Recovery receivables included in the balance sheet

Financial Statements

Finnvera Group

RESULT

228 MEUR (433)

NET INTEREST INCOME

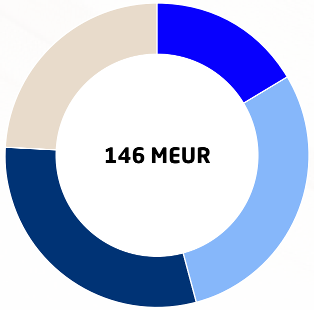
139 MEUR (115)

NET FEE AND COMMISSION INCOME

198 MEUR (177)

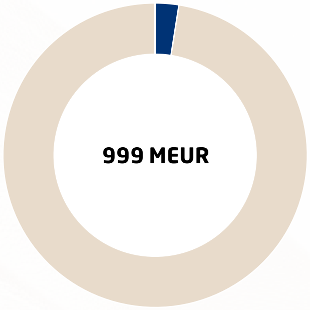
EXPECTED CREDIT LOSS BASED ON THE BALANCE SHEET ITEMS 31 DEC 2024, MEUR [1]

LOANS AND GUARANTEES



- Locally operating small companies, 24 MEUR
- SMEs focusing on the domestic markets, 43 MEUR
- SMEs seeking growth and internationalisation, 44 MEUR
- Large corporates, 35 MEUR

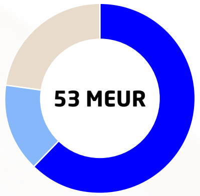
EXPORT CREDIT GUARANTEES, EXPORT GUARANTEES AND SPECIAL GUARANTEES



- SMEs focusing on the domestic markets, 1 MEUR
- SMEs seeking growth and internationalisation, 24 MEUR
- Large corporates, 973 MEUR

[1] Expected credit losses (ECL) according to IFRS 9 standard. Includes expected credit losses from guarantee recovery receivables.

OPERATIONAL EXPENSES



- Personnel expenses, 33 MEUR
- IT expenses, 8 MEUR
- Other, 12 MEUR

The financial statements include both the consolidated and the parent company's financial statements. The financial statements are prepared in accordance with the International Financial Reporting Standards (IFRS). Notes to the financial statements also comply with the currently valid requirements of the Finnish Accounting and Limited Liability Companies Acts.

Realised credit losses and change in expected credit losses, net (MEUR)

	2024	2023
Realised credit losses	-121	-128
Credit loss compensations from the State	20	18
Change in expected credit losses	51	320
Total	**-49**	**210**

Consolidated comprehensive income statement

(EUR 1,000)	Note	Finnvera Group 1–12/2024	Finnvera Group 1–12/2023	Finnvera plc 1–12/2024	Finnvera plc 1–12/2023
Interest income	D1				
- Interest from loans passed on to customers		415,594	357,452	394,013	332,175
- Other interest income		653,502	490,585	652,119	489,660
Total interest income		**1,069,095**	**848,037**	**1,046,132**	**821,836**
Interest expense	D1	-930,349	-732,568	-937,582	-737,663
Net interest income		**138,746**	**115,469**	**108,550**	**84,173**
Net fee and commission income	D2	197,971	177,421	186,697	162,110
Gains and losses from financial instruments carried at fair value through profit and loss and foreign exchange gains and losses	D3	8,247	-9,463	3,183	-3,007
Net income from investments	D4	-390	330	-390	330
Other operating income	D5	415	176	6,468	7,569
Total operational expenses	D6	-52,513	-49,682	-52,400	-49,558
- Personnel expenses		-32,848	-32,485	-32,840	-32,479
- Other operational expenses		-19,665	-17,197	-19,560	-17,078
Depreciation and amortisation	D7	-5,253	-4,865	-5,253	-4,865
Other operating expenses	D8	-1,954	-472	-1,954	-472
Realised credit losses and change in expected credit losses, net	E4	-49,480	210,020	-49,518	210,061
- Realised credit losses		-120,584	-128,436	-120,584	-128,436
- Credit loss compensations from the State		20,493	18,230	20,493	18,230
- Change in expected credit losses		50,611	320,227	50,573	320,267
Operating result		**235,791**	**438,934**	**195,384**	**406,340**
Income tax	D9	-8,082	-5,573	-	-
Result		**227,709**	**433,361**	**195,384**	**406,340**

(EUR 1,000)	Note	Finnvera Group 1–12/2024	Finnvera Group 1–12/2023	Finnvera plc 1–12/2024	Finnvera plc 1–12/2023
Other comprehensive income					
Items that will not be reclassified to profit or loss					
- Revaluation of defined benefit pension plans	F5	-121	483	-121	483
- Change in credit risk associated with liabilities carried at fair value		4,214	620	-	-
Items that may be reclassified subsequently to profit or loss					
- Change in fair value of investments recognised at fair value through comprehensive income		-7,799	-215	-7,799	-215
- Change in ECL of investments recognised at fair value through comprehensive income		718	1,988	718	1,988
- Cash flow hedging		-15,305	-11,715	-15,305	-11,715
Total other comprehensive income		**-18,292**	**-8,839**	**-22,506**	**-9,460**
Total comprehensive income		**209,417**	**424,522**	**172,877**	**396,880**
Distribution of the result attributable to equity holders of the parent company		**227,709**	**433,361**		
Distribution of the total comprehensive income attributable to equity holders of the parent company		**209,417**	**424,522**		

Balance sheet

(EUR 1,000)	Note	Finnvera Group 31 Dec 2024	Finnvera Group 31 Dec 2023	Finnvera plc 31 Dec 2024	Finnvera plc 31 Dec 2023
ASSETS					
Loans to and receivables from credit institutions	E1				
- Payable on demand		308,844	1,057,133	265,583	821,747
- Investment accounts and deposits		171,206	271,388	171,206	271,388
- Other		98,633	28,014	-	-
		578,684	**1,356,534**	**436,789**	**1,093,135**
Loans to and receivables from customers	E2				
- Loans		7,197,160	7,761,434	7,366,466	8,102,906
- Debt Securities		30,130	30,046	30,130	30,046
- Guarantee receivables		46,449	37,181	46,449	37,181
- Receivables from export credit and special guarantee operations		114,715	95,730	114,715	95,730
		7,388,454	**7,924,390**	**7,557,760**	**8,265,862**
Investments	E3				
- Debt securities		5,282,747	3,540,676	5,282,747	3,540,676
- Investments in group companies		-	-	20,182	20,182
- Other shares and participations		13,687	13,723	13,687	13,723
		5,296,434	**3,554,398**	**5,316,616**	**3,574,580**
Derivatives	E11	140,459	96,359	140,459	96,359
Intangible assets	E5	11,982	9,711	11,982	9,711
Tangible assets	E5	5,756	3,352	5,756	3,352
Other Assets	E6				
- Credit loss receivables from the state		10,650	11,744	10,650	11,744
- Other		349,441	354,438	357,943	372,073
		360,091	**366,181**	**368,593**	**383,816**
Prepayments and accrued income	E7	972,402	988,599	949,168	963,163
Tax assets	E8	2,112	2,776	-	-
Assets		**14,756,374**	**14,302,303**	**14,787,123**	**14,389,979**

(EUR 1,000)	Note	Finnvera Group 31 Dec 2024	Finnvera Group 31 Dec 2023	Finnvera plc 31 Dec 2024	Finnvera plc 31 Dec 2023
LIABILITIES					
Liabilities to other institutions	E9	103,527	128,525	311,069	286,150
Debt securities in issue	E10	10,830,110	10,584,813	10,830,110	10,584,813
Derivatives	E11	706,311	760,660	706,311	760,660
Provisions	E13	893,335	902,490	971,466	1,057,775
Other liabilities	E12	14,958	21,052	15,295	21,052
Accruals and deferred income	E14	665,644	571,524	644,111	543,644
Tax liabilities	E8	-	168	-	-
Liabilities		**13,213,886**	**12,969,233**	**13,478,362**	**13,254,095**
EQUITY	E19				
Equity attributable to the parent company's shareholders					
Share capital		196,605	196,605	196,605	196,605
Share premium		51,036	51,036	51,036	51,036
Fair value reserve		-48,226	-30,055	-50,775	-28,390
Non-restricted reserves					
- Reserve for domestic operations		404,757	374,558	404,757	374,558
- Reserve for export credit guarantees and special guarantees		511,372	134,748	511,372	134,748
Retained earnings		426,944	606,178	195,767	407,326
Non-restricted equity		**1,343,073**	**1,115,484**	**1,111,896**	**916,633**
Total equity, equity attributable to the parent company's shareholders		**1,542,487**	**1,333,070**	**1,308,761**	**1,135,884**
Total liabilities and equity		**14,756,374**	**14,302,303**	**14,787,123**	**14,389,979**

Contingent liabilities

In the first table (Table 1) the commitments have been categorised according to their contractual stage.
In the second table (Table 2) commitments have been broken down by business area and contractual stage.

Table 1: Contingent liabilities according to the status of commitments

	Finnvera Group		Finnvera plc	
(EUR 1,000)	31 Dec 2024	31 Dec 2023	31 Dec 2024	31 Dec 2023
Current drawn commitments (A+D+F+G+I)	8,193,497	7,137,377	15,567,784	15,601,316
Current undrawn commitments (B+E+H+J)	4,286,246	4,499,594	4,764,273	5,092,488
Offers given (C+K)	2,453,557	4,804,467	2,453,557	4,804,467
Contingent liabilities total	**14,933,299**	**16,441,438**	**22,785,614**	**25,498,272**

Table 2: Contingent liabilities by business area

	Finnvera Group		Finnvera plc	
(EUR 1,000)	31 Dec 2024	31 Dec 2023	31 Dec 2024	31 Dec 2023
Domestic operations				
A) Valid guarantees	1,482,714	1,617,006	1,482,714	1,617,006
B) Undrawn loans	359,249	608,662	359,249	608,662
C) Guarantee offers	52,385	61,585	52,385	61,585
Domestic operations total	**1,894,348**	**2,287,253**	**1,894,348**	**2,287,253**
Export credit guarantees, special guarantees and export credit commitments				
Current commitments (drawn and undrawn)				
D) Drawn export and special guarantees, not included export loans	6,031,039	4,888,066	6,031,039	4,888,066
E) Undrawn export and special guarantees, not included export loans	2,093,712	1,589,096	2,093,712	1,589,096
F) Export and special guarantees of the parent company on behalf of the subsidiary's drawn export credits, no parent company funding	-	-	3,729	11,188
G) Export and special guarantees of the parent company on behalf of the subsidiary's drawn export credits, parent company funding	-	-	6,511,415	7,292,811
H) The Group: undrawn export credits granted by the subsidiary	1,697,167	2,150,018	1,697,167	2,150,018
I) Export and special guarantee interest commitments, drawn commitments	679,743	632,306	1,538,887	1,792,246
J) Export and special guarantee interest commitments, undrawn commitments	136,118	151,817	614,145	744,711
Offers given				
K) Export and special guarantees	2,401,171	4,742,883	2,401,171	4,742,883
Export credit guarantees, special guarantees and export credit commitments total	**13,038,951**	**14,154,186**	**20,891,266**	**23,211,019**
Contingent liabilities total [1]	**14,933,299**	**16,441,438**	**22,785,614**	**25,498,272**

A) Commitments for domestic guarantees mean commitments referred to in §4 and §4a of the Act on Credits and Guarantees Provided by the State-owned Specialised Financing Company (18.6.1998/445). These commitments are current commitments.
F) and G) rows do not include in the Group figures as the items consist of the parent company's guarantees for drawn export credits granted by Finnish Export Credit Ltd that are included in the consolidated balance sheet.
G) On the row G is stated the parent company's receivables from Finnish Export Credit Ltd which is funded by the parent company.
H) Credit commitments given by the subsidiary always involve an export credit guarantee granted by the parent company. The figure for the Group includes the unused credit arrangements (credit commitments) for export credits granted by Finnish Export Credit Ltd. The figure for the parent company consists of export credit guarantees that cover the credit risk for the credit commitments presented in the figure for the Group (liability for compensation to the subsidiary).
I) and J) Finnvera pays compensation for the interest included in guaranteed receivables for the amount fallen due, until the due date according to credit documents. If Finnvera pays the compensation before the due date, interest will be paid only until the compensation payment date. The Group interest commitment figures do not include group internal interest commitments to Finnish Export Credit Ltd.
1 Commitments for export credit guarantees and special guarantees are as referred to in the Act on the State Guarantee Fund (18.6.1998/444). The parent company's contingent liabilities of export credit guarantees and special guarantees operations are EUR 20,891 million (23,211), of which drawn export credit guarantees are EUR 14,085 million (13,984).
2 The total commitments of Finnvera's export credit guarantees and hedging arrangements may amount to EUR 38 billion (38) at the maximum. The total export credits and ship credits granted by Finnvera's subsidiary Finnish Export Credit Ltd may amount to EUR 33 billion (33).

Table 3: Liability for export credit guarantees calculated according to the Act on the State's Export Credit Guarantees[2]

	Finnvera plc	
(EUR 1,000)	31 Dec 2024	31 Dec 2023
Liability according to the Act on the State's Export Credit Guarantees	16,707,992	17,735,482

The liability calculated according to the Act on the State's Export Credit Guarantees only includes the liability endorsed on the basis of the Act. It consists of the current commitments (only principal) and half of the liability stemming from the offers given. Items in foreign currencies are converted to euros using the exchange rate on the date when the commitment was given.

Table 4: Possible obligations according to IAS 37

	Finnvera Group		Finnvera plc	
(EUR 1,000)	31 Dec 2024	31 Dec 2023	31 Dec 2024	31 Dec 2023
Possible obligation arising to cover losses of fund payment in accordance with The State Guarantee Fund Act	349,023	349,023	349,023	349,023

No additional contingent liabilities were recorded during the reporting period. The possible obligation will be returned to The State Guarantee Fund once the reserve for export credit guarantees and special guarantees has funds of at least EUR 829 million consisting of future profits.

Change in equity

			Fair value through OCI						
(EUR 1,000)	Share capital	Share premium reserve	Fair value through OCI	Cash flow hedging	Change in the credit risk associated with liabilities carried at fair value	Reserve for domestic operations	Reserve for export credit guarantees and special guarantees	Retained earnings	Total equity
31 Dec 2024									
Finnvera Group's equity, equity attributable to the parent company's shareholders									
Reported equity at 1 Jan	196,605	51,036	-9,237	-19,152	-1,666	374,558	134,748	606,178	1,333,070
Profit/loss from the previous accounting period transfer to reserves	-	-	-	-	-	30,199	376,624	-406,823	-
Re-determination of defined benefit pensions recognised at fair value through comprehensive income	-	-	-	-	-	-	-	-121	-121
Change in credit risk associated with liabilities carried at fair value	-	-	-	-	4,214	-	-	-	4,214
Cash flow hedging	-	-	-	-15,305	-	-	-	-	-15,305
Change in fair value of investments recognised at fair value through comprehensive income	-	-	-7,799	-	-	-	-	-	-7,799
Change in ECL of investments recognised at fair value through comprehensive income	-	-	718	-	-	-	-	-	718
Result	-	-	-	-	-	-	-	227,709	227,709
Total equity at 31 Dec	**196,605**	**51,036**	**-16,318**	**-34,457**	**2,549**	**404,757**	**511,372**	**426,944**	**1,542,487**
31 Dec 2023									
Finnvera Group's equity, equity attributable to the parent company's shareholders									
Reported equity at 1 Jan	196,605	51,036	-11,010	-7,437	-2,286	399,211	78,658	203,771	908,548
Profit/loss from the previous accounting period transfer to reserves	-	-	-	-	-	-24,653	56,090	-31,437	-
Re-determination of defined benefit pensions recognised at fair value through comprehensive income	-	-	-	-	-	-	-	483	483
Change in credit risk associated with liabilities carried at fair value	-	-	-	-	620	-	-	-	620
Cash flow hedging	-	-	-	-11,715	-	-	-	-	-11,715
Change in fair value of investments recognised at fair value through comprehensive income	-	-	-215	-	-	-	-	-	-215
Change in ECL of investments recognised at fair value through comprehensive income	-	-	1,988	-	-	-	-	-	1,988
Result	-	-	-	-	-	-	-	433,361	433,361
Total equity at 31 Dec	**196,605**	**51,036**	**-9,237**	**-19,152**	**-1,666**	**374,558**	**134,748**	**606,178**	**1,333,070**

(EUR 1,000)	Share capital	Share premium reserve	Fair value through OCI: Fair value through OCI	Fair value through OCI: Cash flow hedging	Fair value through OCI: Change in the credit risk associated with liabilities carried at fair value	Reserve for domestic operations	Reserve for export credit guarantees and special guarantees	Retained earnings	Total equity
31 Dec 2024									
Finnvera plc's equity, Equity attributable to the parent company's shareholders									
Reported equity at 1 Jan	196,605	51,036	-9,237	-19,152	-	374,558	134,748	407,326	1,135,884
Profit/loss from the previous accounting period transfer to reserves	-	-	-	-	-	30,199	376,624	-406,823	-
Re-determination of defined benefit pensions recognised at fair value through comprehensive income	-	-	-	-	-	-	-	-121	-121
Change it the credit risk associated with liabilities carried at fair value	-	-	-	-	-	-	-	-	-
Cash flow hedging	-	-	-	-15,305	-	-	-	-	-15,305
Change in the fair value of investments recognised at fair value through comprehensive income	-	-	-7,799	-	-	-	-	-	-7,799
Change in the ECL of investments recognised at fair value through comprehensive income	-	-	718	-	-	-	-	-	718
Result	-	-	-	-	-	-	-	195,384	195,384
Total equity at 31 Dec	**196,605**	**51,036**	**-16,318**	**-34,457**	**-**	**404,757**	**511,372**	**195,767**	**1,308,761**
31 Dec 2023									
Finnvera plc's equity, Equity attributable to the parent company's shareholders									
Reported equity at 1 Jan	196,605	51,036	-11,010	-7,437	-	399,211	78,658	31,941	739,004
Profit/loss from the previous accounting period transfer to reserves	-	-	-	-	-	-24,653	56,090	-31,437	-
Re-determination of defined benefit pensions recognised at fair value through comprehensive income	-	-	-	-	-	-	-	483	483
Change it the credit risk associated with liabilities carried at fair value	-	-	-	-	-	-	-	-	-
Cash flow hedging	-	-	-	-11,715	-	-	-	-	-11,715
Change in the fair value of investments recognised at fair value through comprehensive income	-	-	-215	-	-	-	-	-	-215
Change in the ECL of investments recognised at fair value through comprehensive income	-	-	1,988	-	-	-	-	-	1,988
Result	-	-	-	-	-	-	-	406,340	406,340
Total equity at 31 Dec	**196,605**	**51,036**	**-9,237**	**-19,152**	**-**	**374,558**	**134,748**	**407,326**	**1,135,884**

Statement of cash flows

(EUR 1,000)	Finnvera Group 31 Dec 2024	Finnvera Group 31 Dec 2023	Finnvera plc 31 Dec 2024	Finnvera plc 31 Dec 2023
Cash flows from operating activities				
Withdrawal of loans granted	-922,822	-2,236,972	-922,822	-2,236,972
Repayments of loans granted	1,661,914	2,199,051	1,827,968	2,003,484
Interest received	974,440	750,359	955,454	721,301
Interest paid	-888,007	-600,172	-895,042	-604,158
Net payments received (+) / paid (-) from commission income and expense	237,247	204,031	226,928	187,118
Payments received from other operating income	364	58	7,760	58
Payments for operating expenses	-59,649	-50,970	-59,547	-56,000
Claims paid (-) and recovered amounts (+)	-130,265	-128,977	-130,265	-128,977
Net credit loss compensation from the State	21,586	22,768	21,586	22,768
Net taxes paid	-7,585	-10,804	-	31
Net cash used in (-) / from (+) operating activities (A)	**887,225**	**148,372**	**1,032,020**	**-91,349**
Cash flows from investing activities				
Purchase of property and equipment and intangible assets	-3,864	-5,033	-3,864	-5,033
Short-term and other liquid investments made	-8,208,845	-4,499,008	-8,208,845	-4,499,008
Proceeds and maturities of short-term and other liquid investments	6,594,528	4,159,830	6,594,528	4,159,830
Proceeds from other investments	4,698	-	4,698	-
Net cash used in (-) / from (+) investing activities (B)	**-1,613,482**	**-344,211**	**-1,613,482**	**-344,211**
Cash flows from financing activities				
Proceeds from long-term loans	1,000,000	1,872,849	1,000,000	1,872,849
Repayment of long-term loans	-963,758	-931,624	-948,842	-916,708
Net proceeds (+) and repayments (-) of short-term loans	-242,206	-323,877	-207,206	-318,898
Payments of lease liabilities	-3,032	-	-3,032	-
Payments (-) / receipts (+) from derivative collaterals	66,740	338,460	66,740	338,460
Net cash used in (-) / from (+) financing activities (C)	**-142,257**	**955,807**	**-92,340**	**975,703**
Net change in cash and cash equivalents (A+B+C) increase (+) / decrease (-)	**-868,514**	**759,968**	**-673,802**	**540,142**
Cash and cash equivalents at the beginning of the period	1,328,864	623,451	1,093,433	606,925
Translation differences	19,793	-54,555	17,242	-53,633
Cash and cash equivalents at the end of the period [1]	**480,143**	**1,328,864**	**436,874**	**1,093,433**

1 Cash and cash equivalents comprise of cash and investment accounts held in credit institutions. Cash and cash equivalents are included in the balance sheet line item "Loans to and receivables from credit institutions -payable on demand" and "Loans to and receivables from credit institutions -investment accounts and deposits".

Changes in liabilities arising from financing activities

Finnvera Group 2024

(EUR 1,000)	Opening balance 1 Jan	Cash inflows from financing activities	Cash outflow from financing activities	Fair value changes	Foreign exchange differences	Other changes	Closing balance 31 Dec
Long-term liabilities to credit and other institutions	**128,525**	72,631	-102,585	-	4,956	-	**103,527**
Short-term liabilities to credit and other institutions	**-**	-	-	-	-	-	**-**
Debt securities in issue	**10,584,813**	1,403,338	-1,579,350	197,862	212,521	10,926	**10,830,110**
Security given for derivatives [1]	**-735,170**	-	45,680	-	-	-	**-689,490**
Security received for derivatives [2]	**41,550**	-	21,060	-	-	-	**62,610**
Total	**10,019,718**	**1,475,970**	**-1,615,195**	**197,862**	**217,477**	**10,926**	**10,306,758**

Finnvera plc 2024

(EUR 1,000)	Opening balance 1 Jan	Cash inflows from financing activities	Cash outflow from financing activities	Fair value changes	Foreign exchange differences	Other changes	Closing balance 31 Dec
Long-term liabilities to credit and other institutions	**286,150**	492,631	-472,668	-	4,956	-	**311,069**
Short-term liabilities to credit and other institutions	**-**	-	-	-	-	-	**-**
Debt securities in issue	**10,584,813**	1,403,338	-1,579,350	197,862	212,521	10,926	**10,830,110**
Security given for derivatives [1]	**-735,170**	-	45,680	-	-	-	**-689,490**
Security received for derivatives [2]	**41,550**	-	21,060	-	-	-	**62,610**
Total	**10,177,343**	**1,895,970**	**-1,985,278**	**197,862**	**217,477**	**10,926**	**10,514,299**

1 Included in "Prepayments and accrued income" in the balance sheet.
2 Included in "Accruals and deferred income" in the balance sheet.

(EUR 1,000)	Finnvera Group 2023 Opening balance 1 Jan	Cash inflows from financing activities	Cash outflow from financing activities	Fair value changes	Foreign exchange differences	Other changes	Closing balance 31 Dec
Long-term liabilities to credit and other institutions	**37,292**	119,547	-26,961	-	-1,353	-	**128,525**
Short-term liabilities to credit and other institutions	**-**	-	-	-	-	-	**-**
Debt securities in issue	**9,662,606**	3,296,577	-2,672,577	451,152	-169,653	16,707	**10,584,813**
Security given for derivatives [1]	**-1,094,350**	359,180	-	-	-	-	**-735,170**
Security received for derivatives [2]	**62,270**	-	-20,720	-	-	-	**41,550**
Total	**8,667,818**	**3,775,304**	**-2,720,258**	**451,152**	**-171,006**	**16,707**	**10,019,718**

(EUR 1,000)	Finnvera plc 2023 Opening balance 1 Jan	Cash inflows from financing activities	Cash outflow from financing activities	Fair value changes	Foreign exchange differences	Other changes	Closing balance 31 Dec
Long-term liabilities to credit and other institutions	**175,000**	485,374	-372,893	-	-1,332	-	**286,150**
Short-term liabilities to credit and other institutions	**-**	-	-	-	-	-	**-**
Debt securities in issue	**9,662,606**	3,296,577	-2,672,577	451,152	-169,653	16,707	**10,584,813**
Security given for derivatives [1]	**-1,094,350**	359,180	-	-	-	-	**-735,170**
Security received for derivatives [2]	**62,270**	-	-20,720	-	-	-	**41,550**
Total	**8,805,526**	**4,141,131**	**-3,066,190**	**451,152**	**-170,985**	**16,707**	**10,177,343**

1 Included in "Prepayments and accrued income" in the balance sheet.
2 Included in "Accruals and deferred income" in the balance sheet.

Notes to the financial statements

A Accounting principles

A1 Basic information of the Group

The Finnvera Group's parent company is Finnvera plc (later Finnvera). It has one subsidiary, Finnish Export Credit Ltd. Finnvera provides financing for the business of small and medium-sized enterprises (SMEs), exports and internationalisation, and helps implement the Government's regional policy objectives. Finnish Export Credit focuses on financing export credits. The Group's parent company is a Finnish limited liability company established in compliance with Finnish law. Its business ID is 1484332-4 and it is domiciled in Kuopio. The parent company's registered address is P.O. Box 1010, Porkkalankatu 1, FI-00180 Helsinki, Finland. Finnvera's Board of Directors approved the financial statements on 20 February 2025.

Copies of the consolidated financial statements and the parent company's financial statements are available at www.finnvera.fi, or from the Group's headquarter at Porkkalankatu 1, FI-00180 Helsinki, Finland.

Basic information

Name of the reporting entity	Finnvera plc
Domicile	Kuopio, Finland
Legal form	Plc
Home country	Finland
Registered address	P.O. Box 1010, Porkkalankatu 1, FI-00180 Helsinki
Main place of business	Helsinki
Description of the nature and main functions of the entity's operations	Finnvera provides financing for the business of small and medium-sized enterprises (SMEs), exports and internationalisation, and helps implement the Government's regional policy objectives.
Name of parent company	Finnvera plc

A2 Principles for drawing up the financial statements

The financial statements include both the consolidated and the parent company's financial statements. The financial statements were prepared in compliance with the International Financial Reporting Standards (IFRS) effective on 31 December 2024, which refer to the standards and their SIC and IFRIC interpretations adopted in accordance with the procedures laid down in IAS Regulation No 1606/2002 of the European Union. The Notes to the financial statements also comply with the currently valid requirements of the Finnish Accounting Act and Limited Liability Companies Act.

In order to prepare IFRS compliant financial statements, the management must make estimates and use their judgement when applying the accounting principles. For a more detailed description of these assessments and the uncertainties associated with them, see section "*A13 Accounting principles requiring the management's judgement and the key sources of estimation uncertainty*".

The financial statements are presented in thousands of euros. The sums calculated from individual figures may therefore differ from the total sums presented on their own lines. The key indicators presented in the financial statements have been calculated using precise values.

In compliance with section 7, subsection 5 of the Securities Markets Act, Finnvera publishes its Annual Reports and financial statements in ESEF format in Finnish and, on a voluntary basis, as a PDF report. The consolidated financial statements are published in Finnish and English. In case of discrepancies between different language versions, the Finnish version of the consolidated financial statements shall apply.

New and revised standards and interpretations applied and changes in calculation methods

No new or revised IFRS standards were introduced in 2024, nor were any changes made in accounting methods that would have had an impact on the accounting principles.

A3 Segment reporting and consolidation principles for the financial statements

Segment reporting

The segment reporting of the group and parent company is presented in the financial statements in accordance with the internal reporting prepared for the management. Finnvera's segmentation is underpinned by a division into business areas based on customer segmentation. The Group's business consists of SME and midcap financing and export financing. SME and midcap financing is monitored in three segments: locally operating small companies, SMEs focusing on the domestic markets and SMEs seeking growth and internationalisation. Export financing is divided into two segments: large corporates and export credits. Intra-group transactions between segments are eliminated. For more detailed information on the segments, see note *C Segment information*.

Subsidiaries

The consolidated financial statements concern the parent company Finnvera plc and its subsidiaries, which the parent company controls. Control exists when the Group, by being party to a corporation, is exposed to its variable income or is entitled to its variable income and can influence it by using its power over the corporation. The consolidated financial statements include the subsidiaries in which the parent company holds more than 50 per cent of the votes, or in which it otherwise has control.

At the close of the financial period, the Finnvera Group has one subsidiary, Finnish Export Credit Ltd.

In the parent company's financial statements, holdings in the subsidiary have been recognised at acquisition cost. The value of the subsidiary's shares is tested for impairments at year end and if necessary, an impairment loss is recognised.

In the consolidated financial statements, the financial statements of the parent company and the subsidiary have been consolidated and the mutual shareholding has been eliminated using the cost method. Subsidiaries are consolidated from the date of acquisition up to the date when the control ceases.

Elimination of intra-group items in the consolidated financial statements

Intra-group transactions, internal receivables and liabilities as well as unrealised profits on internal transactions are eliminated in the consolidation. The Group did not have any non-controlling interests.

A4 Transactions denominated in foreign currencies

The consolidated financial statements are presented in euros, which is the currency that all Group companies use in their operations and presentations.

Transactions denominated in foreign currencies are recognised using the exchange rates prevailing at the dates of the transactions, and assets and liabilities denominated in foreign currencies are converted using the exchange rates on the balance sheet date. Foreign exchange gains and losses arising from conversion are recognised under the income statement item *Gains/losses from financial instruments carried at fair value through profit and loss and foreign exchange gains and losses*.

A5 Principles for recognising income and expenses

Interest income and expenses

Interest income and interest expenses are recognised in the income statement over the maturity of the contract using the effective interest rate method. The effective interest rate is calculated for financial assets or liabilities upon initial recognition. When calculating interest income and expenses, the effective interest rate is applied to the carrying amount of the financial asset and the cost of the financial liability.

For the purposes of calculating the effective interest rate, all contractual terms of the financial instrument, excluding expected credit loss, are accounted for in the cash flow calculation. All fees received and paid, interest points that are an integral part of the effective interest rate, as well as transaction costs and any other premiums or discounts are taken into consideration in this calculation. Loan handling, service and arrangement fees are an integral part of the interest rate of a financial instrument, and they are amortised over its expected maturity. Upfront fees associated with the drawing of export credits are also fees of this type. Fees that are not an integral part of the interest rate of a financial instrument are treated in accordance with IFRS 15, including loan servicing and administration fees.

Positive interest income and negative interest expenses of derivatives are treated as interest income, and positive interest expenses and negative interest income as interest expenses.

Fee and commission income and expenses

Finnvera processes the handling fees of guarantees and export credit guarantees and the service fees and guarantee commissions related to them in accordance with the IFRS 15 standard. The standard specifies when and how revenue is recognised. IFRS 15 includes a five-step model for recognising revenue: 1) identify the contract(s) with a client, 2) identify the performance obligations in the contract, 3) determine the transaction price, 4) allocate the transaction price to the performance obligations in the contract, and 5) recognise revenue when (or as) the entity satisfies a performance obligation. Operational fees collected for guarantees and export guarantees during the financing process are recognised as revenue once the work has been performed or the transaction completed.

Guarantee commissions relating to domestic financing are collected in advance every three months. While some of the export financing guarantee premiums are charged in advance and some in arrears, most of the premiums are collected in advance for the entire guarantee period. In certain situations, a guarantee premium charged in advance for the entire guarantee period may be partially refunded if the guaranteed credit is repaid prematurely.

As the guarantee commissions and fees are charged according to the effective interest rate over the maturity of the contract, they are similarly also amortised over the maturity of the contract based on the liability in question. Operational fees charged for guarantees and export guarantees during the financing process are recognised as revenue once the work has been performed or the transaction completed.

Other fee and commission income and expenses are normally recognised when the service is rendered. These include, for instance, change fees resulting from various debt restructuring arrangements, collection and invoicing expenses, and legal procedures. Fee and commission expenses consist of service charges collected by banks, reinsurance fees related to export credit guarantees and expenses related to funding.

Commitment fees consist of fees collected from clients for undrawn credit. The commitment fee is collected for the undrawn credit amount in arrears on the basis of the time elapsed and recognised in the Group's fee and commission income in accounting on the same basis.

Gains and losses from items recognised at fair value through profit or loss and other comprehensive income items

Realised and unrealised gains and losses from liabilities recognised at fair value through profit or loss, from debt securities, venture capital investments, shares and participations, derivatives, and liabilities under fair value hedging, as well as exchange rate differences are presented under the item *Gains/losses from items recognised at fair value through profit or loss and net income from foreign currency operations*.

The recording practice of prematurely sold investments under hedge accounting was changed during the financial year, and in the future, the result of any hedged investment sold will be offset from the sale of the investment as part of the income recognised in the net income from investment. Previously, the corresponding result of a derivative was recognised under the item Gains/losses from financial instruments carried at fair value through profit and loss.

The change in the own credit risk associated with liabilities recognised at fair value through profit or loss is presented in other comprehensive income. Change in the fair value of investments recognised at fair value through other comprehensive income (OCI) is also recorded in other comprehensive income.

Change in the fair value of hedging instruments included under cash flow hedge accounting with regard to the hedged risk is reported in the cash flow hedging reserve in other comprehensive income. The company has also elected to use the separation of the cost of hedging. The cross currency basis spread of the hedging instrument is not included in the hedging relationship but accounted for as cost of hedging and is recognised in the cost of hedging reserve in other comprehensive income regarding the effective portion of the hedge. Any ineffective portion that comes up in hedge accounting is recognised directly in the profit and loss.

Items resulting from revaluation of the net liability of defined benefit pension plans are recognised in other comprehensive income for the financial period during which they are incurred.

Dividends are recognised as income in the period in which the right to receive dividends is established.

Other operating income
Under the Act on the State Guarantee Fund, the State covers as loss compensation (fund payment) paid from the State Guarantee Fund those losses incurred from Finnvera's export credit guarantees and special guarantee operations that cannot be covered from the Reserve for export credit guarantee and special guarantee operations on Finnvera's balance sheet. Finnvera turned a profit in the export credit guarantee and special guarantee operations in 2024, and the company consequently received no fund payment from the State Guarantee Fund.

The fees Finnvera receives from administrating the State Guarantee Fund are also reported under Other operating income.

Insurance-type export credit guarantees and reinsurance
Income and expenses from, and financial assets and liabilities related to, granted insurance-type export credit guarantees (credit risk guarantee) and reinsurance to cover the guarantee liabilities are treated in compliance with IFRS 9.

A6 Intangible and tangible assets

Intangible assets
Intangible assets referred to in IAS 38 include user rights and licences for IT applications and software and the development costs of applications from which the Group is expected to gain economic benefit in the future. These expenses are activated at cost as intangible assets and recognised as straight-line depreciation from the date of their productive commissioning over their estimated economic life. The most significant activated items include expenditure on projects to upgrade the e-services as well as case management and financing systems. The aim of these projects is to improve productivity and efficiency through digitalisation of business and support processes. Digitalisation will be developed in stages over several years.

Finnvera's cloud service procurement will be activated on the balance sheet if the company gains control over the software used to provide the service and the procurement otherwise meets the requirements for activation. The operating and implementation costs of the cloud service entitling Finnvera to use the supplier's software will be recognised as costs as the service is received.

Tangible assets
Tangible assets mainly comprise IT hardware in the company's own use, and they are recognised on the balance sheet at cost, less amortisations and impairment losses. . The amortisation method is straight-line depreciation and the estimated useful life 5 years.

Depreciation and amortisation on tangible and intangible assets
Tangible and intangible assets are recognised as straight-line depreciation by recognising acquisition costs as expenditure over the estimated useful lives of the assets. The amortisation period is 5 years as a rule.

If the residual value of an asset exceeds its estimated recoverable amount at the balance sheet date, the carrying amount is reduced to that value.

A7 Leases

Under IFRS 16, a lease is an agreement that generates the right to use an asset item subject to the agreement for an agreed period of time and against a specific consideration. Finnvera only has leases in which it has the role of the lessee.

According to IFRS 16, assets and liabilities resulting from leases on the start date of the lease are recognised at the current value of future lease expenses and amortised over the lease period. The corresponding lease liability is recognised in other liabilities, and the interest expense calculated on the basis of its effective interest rate is shown in the interest margin.

In the calculation model of right-of-use assets according to IFRS 16, discretionary assumptions and judgements are the time period of lease contracts and weighted average additional credit interest. Depreciation and interest expenses are recognised for the right-of-use asset.

As right-of-use assets referred to in IFRS 16 are classified the leases of office premises and company car leases. More detailed notes on the impacts of IFRS 16 on the parent company's balance sheet and result are available in Notes E4 *Intangible and tangible assets*. The Group's subsidiary does not have right-of-use assets referred to in IFRS 16.

Finnvera's leases in accordance with IFRS 16 comprise leases of office premises and company cars. Low-value items, leases of less than one year in duration, and leases that do not fulfil the standard's definition of leases are excluded from the scope of the standard's application.

A8 Costs of post-employment benefits

Finnvera's pension plans are classified as either defined benefit plans or defined contribution plans. Under a defined contribution plan, the company pays fixed contributions to a pension insurance company and has no legal or constructive obligation to pay further contributions. Obligations resulting from a defined contribution plan are expensed in the period to which they relate. The cost of providing defined benefit plans is charged to the income statement over the working lives of the employees participating in the plan on the basis of actuarial calculations. The net liability of defined benefit pension plans is entered on the balance sheet.

Expenses based on work performed during the term and the net liability interest of defined benefit plans are recognised through profit or loss and presented under expenses incurred by employment benefits. Items resulting from revaluation of the net liability of defined benefit plans (e.g. actuarial gains and losses as well as earnings from plan assets) are recognised in other comprehensive income for the financial period during which they are incurred.

A9 Income taxes

Taxes in the comprehensive income statement consist of income taxes and deferred taxes for the current and previous financial periods. Taxes are recognised in the income statement with the exception of any deferred tax for items charged or credited directly to equity. In that case, the tax is also charged or credited directly to equity.

Deferred taxes are calculated using the differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred taxes are calculated using a corporation tax rate of 20.0 %.

While the parent company Finnvera is exempted from tax, this exemption does not apply to its subsidiary Finnish Export Credit Ltd.

A10 Financial assets and liabilities and their measurement

Determination of fair value

The fair value of financial instruments is determined on the basis of the following principles:

- Level 1: The fair value of quoted shares, fund investments and other financial instruments is determined on the basis of published price quotations on an active market.
- Level 2: If a published price quotation on an active market does not exist for a financial instrument in its entirety, but an active market exists for its components, fair value is determined on the basis of relevant market prices for the components using an applicable valuation technique. The valuation techniques used may vary by financial instrument.
- Level 3: If the market is not active or the financial instrument is unlisted, the value is determined by using generally applied valuation techniques. If reliable determination of fair value is not possible, the financial instrument is measured at cost less any impairment losses.

The Notes on Group financial assets and liabilities describe in greater detail the principles for determining fair value by financial instrument, the valuation techniques used in various situations, and the classification of the fair value of financial instruments according to whether they were obtained by public listing (Level 1), using valuation techniques that use verifiable data (Level 2), or using valuation techniques based on unverifiable data (Level 3).

The fair value of derivative contracts and financial liabilities recognised at fair value through profit or loss is determined using a method based on the current value of cash flow, in which calculations are based on market interest rates and other accounting information on the end date of the financial period. The fair values of derivative contracts are equivalent to the average market price in situations where the Group would transfer or sell derivative contracts in normal business operations under market conditions on the end date of the financial period. The credit risk associated with derivative contracts is reduced by means of collateral arrangements.

The fair values of derivative receivables include the Credit Value Adjustment (CVA) of counterparty risk. The CVA has been calculated per counterparty. The calculation takes into consideration the cash collaterals received from the counterparty. With regard to derivative liabilities, Finnvera has estimated the Debit Valuation Adjustment (DVA) of its credit risk to be minor, based on the State's guarantee, but its impacts are monitored.

Finnvera only has Collateralized-to-Market (CTM) derivative contracts, in which the daily payment paid based on change in fair value is treated as cash collateral for the derivative contract. Finnvera has no Settled-to-Market (STM) derivative contracts.

Classification of financial assets in accordance with the IFRS 9 standard

The financial asset classification model is based on the asset's cash flow characteristics and business model (Table 1).

Table 1: Classification of financial assets

The financial asset items on the balance sheet:	IFRS 9 classification:
Cash deposits, investment accounts, fixed-term deposits	Amortised cost
Loan receivables from clients	Amortised cost
Certificates of deposit, local authority papers and commercial papers	Amortised cost
Investments in bonds	At fair value through other comprehensive income items or at fair value through profit or loss
Derivative contracts	At fair value through profit or loss (mandatory)
Shares and participations	At fair value through profit or loss

Finnvera classifies its financial assets as those recognised at fair value through profit or loss (FVTPL), fair value through other comprehensive income (FVOCI) and as amortised cost.

Financial assets recognised at fair value through profit or loss (FVTPL) include derivatives, shares and participations and some bond investments (see the business model). FVOCI items include investments in bonds in line with the business model based on collecting cash flows and sale of assets. Items included in amortised cost are receivables from credit institutions and customers, short-term debt securities and the State's debt obligations. After initial recognition, receivables are measured at amortised cost using the effective interest rate method.

The Group has shares and participations that are not publicly quoted and that are recognised at fair value through profit or loss (FVTPL). In the consolidated financial statements, the measurement is based on acquisition cost which, according to the Group's estimate, equals the fair value of the shares. The unlisted shares and participations owned by the Group are strategic investments or involve special contractual terms that are dependent on the shares' acquisition cost so that in practice, the acquisition value of investments equals their fair value.

For classification of financial assets in accordance with IFRS 9, see Note *E15 Financial instruments classification and fair values*.

Finnvera has no financial assets or liabilities held for trading.

The precondition for measuring an instrument included in financial assets at amortised cost or at fair value through other comprehensive income is that the contractual cash flows consist of Solely Payments of Principal and Interest ('SPPI' criterion). The fulfilment of the SPPI criterion is assessed for each individual financial instrument. If the SPPI criterion is not met, recognising financial assets at fair value through profit or loss is mandatory.

The business model with the objective of holding the financial assets to collect contractual cash flows encompasses loan receivables from clients, short-term debt securities and deposits. The contractual cash flows comprise Solely Payments of Principal and Interest (SPPI). These financial assets are recognised at amortised cost using the effective interest rate method and generally held until maturity but may be realised if necessary, for example due to unexpected funding needs. The assets are recognised from the settlement date.

According to Finnvera's asset management policy, the business model aiming to collect the contractual cash flows and to sell the financial assets (SPPI criterion) includes investments in bonds that may be sold if necessary, for example to maintain daily liquidity or a certain interest profile. In line with this business model, sales transactions recur more frequently and are larger. Investments in bonds are carried at fair value through other comprehensive income items without implicit costs of trading (bid/ask spread). The cash flow characteristics of bonds are tested using a separate SPPI tool.

Recognising investments in bonds belonging to other business models at fair value through profit or loss is mandatory. Recognising investments in bonds and other receivables that do not meet the SPPI criteria of IFRS 9 at fair value through profit or loss is mandatory.

Classification of financial liabilities in accordance with the IFRS 9 standard

The classification of Finnvera's financial liabilities is presented in the table below (Table 2).

Table 2: Classification of financial liabilities

Financial liability items on the balance sheet:	IFRS 9 classification:
Liabilities to others	Amortised cost
Debt securities in issue (EMTN programme)	Debt securities in issue included in hedge accounting are measured at amortised cost and fair value with regard to the hedged risk
Debt securities in issue (EMTN programme)	Not included in hedge accounting; measured at fair value through profit or loss (fair value option)
Debt securities in issue (ECP programme)	Amortised cost
Derivative contracts	At fair value through profit or loss (mandatory)

Financial liabilities carried at fair value through profit and loss include debt securities in issue that fall outside hedge accounting, and derivative contracts to which hedge accounting is not applied. Other financial liabilities, including debt securities in issue that are covered by hedge accounting, liabilities to credit institutions, liabilities to other institutions and intragroup liabilities, are recognised at amortised cost. The debt securities in issue that are covered by hedge accounting are recognised at amortised cost adjusted with the fair value of the risk being hedged. In practice, this means that a promissory note is only carried through profit or loss for the part of the hedged risk (interest).

In Finnvera's financial liabilities, classification of bonds in issue was based on recognising issued bonds that fall outside hedge accounting at fair value through profit or loss to reduce asymmetry in accounting (the fair value option). This applies to liabilities that were hedged with cross-currency swaps in other than euro denominations. Classification as a financial liability recognised at fair value using the fair value option is final and always done upon initial recognition of the financial liability.

One of the features of the financial liability measurement model is that gains and losses resulting from an increase or decrease in the entity's credit risk are recognised in other components of comprehensive income, instead of them being recognised through profit or loss. This applies to financial liabilities that the entity has chosen to carry at fair value. The share of credit risk in changes in fair value is identified and calculated by carrying a promissory note at its moment of issue margin on the reporting date and comparing the ensuing change in fair value to the changes in fair value of the entire promissory note. The change in fair value resulting from the change in the margin is recorded in other comprehensive income items.

Short-term debt certificates (ECP programme) are recognised at amortised cost using the effective interest rate method and are held to maturity in principle, whereas in special cases they may be paid off before the due date. The assets are recognised from the settlement date.

State subsidies and grants received for the purpose of acquisition of subsidiaries are also classified as other financial liabilities because of their repayment obligation. Other financial liabilities are recorded on the balance sheet at the amount of the consideration received, adjusted for any transaction costs incurred, and measured at amortised cost using the effective interest rate method.

Recognition and derecognition of financial assets and liabilities

Loans and other receivables are recognised on the balance sheet when a client takes out a loan; financial assets and derivative contracts are entered on the balance sheet using trade date accounting, and financial liabilities are entered when the consideration is received.

Financial assets are derecognised from the balance sheet when the contractual right to the asset expires or when a significant share of the risks and income are transferred to another party. Financial liabilities are derecognised when the obligations related to them are fulfilled.

A11 Hedge accounting

The purpose of hedge accounting is to balance the period-specific impact on the profit resulting from fair value changes caused by changes in market interest rates. Finnvera applies IFRS 9 compliant hedge accounting to all hedging relationships. As a precondition for using hedge accounting, the company has drawn up hedge accounting documentation and carried out effectiveness testing in compliance with IFRS 9 requirements.

Fair value hedge accounting

Finnvera applies hedge accounting to some of the bonds issued and to some of the debt securities. Derivatives are carried at fair value through profit or loss in compliance with the IFRS rules. In order to achieve the goals of hedge accounting, only change in value due to changes in market interest rates is taken into account in the valuation of hedged liabilities. Finnvera's credit risk and other factors affecting the market value of liabilities are not included in hedge accounting.

For investments, a corresponding change in value due to changes in market interest rates is recognised in the income statement. The credit risk of an investment and other factors affecting the market value are not included in hedge accounting. Investments recognised at amortised cost are only carried at fair value for the part of the change in value in market interest rates. For changes in investments recognised at fair value through other comprehensive income, other than those due to changes in market interest rates, are presented in other comprehensive income items.

As the cash flow from a fixed-rate liability corresponds to the cash flow from fixed-rate derivatives and the valuation of the items is based on the same yield curves, hedging can be deemed to work as intended, regardless of the market situation. Similarly, investments are hedged with a derivative in which Finnvera pays a fixed rate and receives a floating rate. Prospective hedge effectiveness testing has been carried out by verifying that the critical terms match.

Ineffectiveness may arise in the calculation of fair value in the hedging relationship because the hedged item and the hedging instrument have slightly different pricing models. Ineffectiveness could additionally arise if there were differences in critical terms or if the credit risk of derivatives increased. The effectiveness of all hedging relationships is verified on the start date of the hedging relationship and subsequently every quarter.

Cash flow hedge accounting

Finnvera makes individual long-term cross-currency swaps to cover foreign currency commitments. Cash flow hedge accounting, the purpose of which is to hedge against changes in the variable interest rates of USD denominated items, are applied to these hedge relationships. Consequently, this protects funding and export credits at variable interest rates hedged with cross currency basis swap derivative contracts (floating-floating). The cross currency basis of the derivative is not part of the hedging relationship, and the change in basis spread is recognised in the item "Cash flow hedging, cost of hedging reserve" of the balance sheet fair value reserve, and the changes are presented in other comprehensive income items.

Change in market interest rates, of which other change in the value of the hedging derivative is considered to be composed, is recognised in the item 'Hedging reserve' of the fair value reserve, and the changes are presented in other comprehensive income items.

The source of ineffectiveness in cash flow hedge accounting is cross currency basis. Once hedge accounting starts, an ineffectiveness analysis is performed every quarter by calculating the change in fair value caused by currency basis and transferring it to the comprehensive income components as cost of hedging. At the same time, it is verified that the cash flows of hedged items match the cash flows of hedging instruments and, if necessary, identified hedged items are updated.

Financial assets and liabilities included in hedge accounting and their result are presented in Note *E10 Derivatives and hedge accounting*.

A 12 Impairment losses on financial assets

Calculation of expected credit losses (ECL)

When calculating expected credit losses (ECL), the Group adheres to the same general principles as the banking sector in general. The ECL calculation formula is PIT-PD (point in time probability of default) x EAD (exposure at default) x LGD (loss given default). Calculation is specific to each financing instrument and carried out according to stage 1, 2 or 3 depending on whether the credit risk of the financial instrument on the reporting date is significantly higher than at the moment when it was originally granted. The factors impacting the credit risk include the client's financial situation (e.g. bankruptcy), risk classification, payment behaviour and the financial instrument used by them. A significant change in credit risk is determined by estimating the difference in the life-time expected PIT-PD between the granting date and the reporting date. The change in stages in domestic financing is also affected by the clients' payment behaviour: a payment delay exceeding 30 days (stage 2) or 90 days (stage 3). Guarantee receivables and receivables from export credit and special guarantee operations on the balance sheet are also handled according to stage 3 as they have already been compensated to a third party. The bases on which stages (1, 2 and 3) are determined are described in more detail in Tables 3 and 4. Expected credit loss is recorded for assets on accounts and fixed-term deposits as well as investments.

If the calculation model described above does not give a true picture of the expected credit loss, loss provisions can be corrected with entries based on the management's judgement.

Calculation model of expected credit losses (ECL) in domestic financing

ECL calculations are produced for individual financing liabilities. When financing is being granted, Finnvera's risk classification model is used to determine a risk category and risk classification score for the client. A process has been defined for checking regularly that the risk classification is up to date. Risk categories and ranges of risk scores are assigned PD values that are based on averages derived from Finnvera's own data since 2000. In ECL calculation according to IFRS 9, long-term TTC (through-the-cycle) values are converted into future PIT-PD (point-in-time-probability of default) values by using the actual values of the last four quarters as the basis. These values are further complemented with macroeconomic forecasts, which include the management's judgement. The basic scenario for the macroeconomic forecasts is the average of the forecasts that five different forecast institutions have given regarding the development of the key indicators of the Finnish economy in a three-year period. The indicators are gross domestic product (GDP), inflation and unemployment rate. Three projections are prepared: a basic estimate, positive estimate and negative estimate. Stressed values based on the European Central Bank's latest stress test are used as a basis for the negative estimate. The actual PIT-PD calculation with different scenarios is carried out with the vector autoregression model (VAR), the parameters of which make use of Finnvera's own annual PD history. The valuation is based on actual bankruptcies over 12 months in the previous four quarters. After scenario-specific calculation, the PIT-PDs used in IFRS calculation are determined with the aid of the management's estimate. The management's estimate may be based on the weighting of the probabilities of different scenarios or other experience-based estimates.

The LGD estimate takes into account collaterals specific to each financing arrangement that decrease the expected credit loss amount. According to the risk model defined by Finnvera, LGD refers to the collateral risk, or collateral shortage. As the fair value of a collateral is based on the situation at the time of the estimate and may change later during the financing arrangement, a collateral value, which is a certain percentage of the fair value of the collateral, is determined separately for the collateral. The determination of the collateral value is a way to prepare for, for instance, the deterioration of the quality of the collateral object or a decrease in the realisation price of the collateral object due to an economic downturn.

In domestic financing, the expected credit loss is calculated based on loan receivables from clients (including bonds in domestic financing); guarantee and recovery receivables; interest, fee and commission receivables and off-balance-sheet items: and valid guarantees, credit commitments, and guarantee offers. Investments recognised at fair value through other comprehensive income are also included in the calculation of expected credit losses, but their expected loss amount is presented in the fair value reserve. The expected credit loss of off-balance sheet items is recorded as provisions.

In the expected credit loss calculation, the State's credit loss compensation reduces Finnvera's expected credit losses. The State's credit loss compensation applies to the loans (*loan principal and interest receivable*) and guarantees (*only the guaranteed amount*) granted by Finnvera's domestic financing operations. The credit and guarantee loss compensation rate for domestic financing was 50% in 2024, with the exception of industrial policy related projects as decided by the Ministry of Economic Affairs and Employment, in which the state credit loss compensation may be 80%. Decisions on such projects will be made by the ministry on a case-by-case basis.

Recognition principles of realised credit losses

In accordance with Finnvera's internal operating principles, the portion of a receivable in collection that is deemed possible to collect from the debtor through securities or other securing procedures will remain in bookkeeping. A portfolio-based estimate is produced for receivables with capital denominated in a specific euro amount. The threshold limit is calculated on a client-specific basis and includes only the receivable capital. Capital receivables that exceed the threshold limit are processed on a debtor-specific basis.

A credit loss of 70 per cent is recognised on the receivables capital and the interest accumulated on the full capital for the receivables that meet the conditions. On the portfolio level, the recording percentage corresponds to the estimate of the amount deducted by the value of securities.

In accordance with the definition, the relevant receivables are, almost without exception, in stage three (3) in the ECL calculation. An impairment loss in accordance with the ECL calculation is recorded on the receivables, and this recognises the collateral shortage of the receivable as an expected credit loss (ECL). The principles of determining different stages for individual financial instruments are provided in Table 3.

In domestic financing, Finnvera applies the harmonised EU definition of non-performing exposure. The following are reported as non-performing exposure: receivables that are more than 90 days overdue; receivables subject to impairment losses; receivables from clients that have applied for restructuring or are in the process of restructuring; guarantee receivables; and bankruptcy receivables.

For domestic financing credits and guarantees within the scope of the State's loss compensation, Finnvera receives compensation for 50% of the actual credit losses incurred (from 1 January 2024). The credit loss compensation received from the State is reported under the item "*Realised and expected credit losses*".

Table 3: Determination of ECL calculation stages, domestic financing

Factor determining the stage	Stage 1	Stage 2	Stage 3
The credit risk has not significantly increased from the moment the financial instrument was granted to the moment the situation is reviewed	x		
Zero-interest loans and subordinated loans		x	
Payment behaviour: receivable that is more than 30 days overdue		x	
Payment behaviour: receivable that is more than 90 days overdue			x
Significant risk increase in the client's risk category		x	x
Guarantee receivables			x
Client's legal status (bankruptcy etc.)			x
Other clients in the risk category D			x
Debt holidays		x	

Expected credit loss (ECL) calculation model in export credit guarantee and special guarantee operations

In the parent company's financial statements, expected credit loss (ECL) from export credit guarantees is presented as a reserve on the balance sheet. As some of the export credit guarantees concern export credits granted by the subsidiary, in Group reporting the share of the expected credit loss from export credits granted by the subsidiary is presented in the balance sheet item receivables from clients and the remainder as a loss provision. Export credits granted by the subsidiary are always associated with a 100% export credit guarantee from the parent company.

Expected credit loss also applies to receivables from export credit and special guarantee operations in export financing. In export financing, the expected credit loss from receivables from export credits and special guarantee operations is assessed for each receivable instalment. The expected cash flow is estimated as receivables from export credit and special guarantee operations and discounted at the effective interest rate to the present value.

To protect itself against credit risk, Finnvera uses reinsurance in its export credit guarantee financing. In the ECL calculation model, reinsurance is a factor that directly reduces the amount of expected loss per commitment.

Expected credit loss calculation is substantially influenced by the following factors: how large a change in the probability of default indicates a significant increase in credit risk and what kinds of macroeconomic scenarios are used in ECL calculations. In export financing, undrawn export credit guarantees are included in the calculation of expected credit loss. A special characteristic of export financing is that the schedules for drawing credits covered by guarantees can extend for years ahead. As a result, undrawn guarantees are not fully taken into account in export financing when calculating expected credit loss. The further in the future the drawing date of the loan covered by the guarantee is, the lower the multiplier used for the undrawn guarantee when taking it into account in expected credit loss. Guarantee premiums paid in advance, which reduce the expected credit losses, have been included in the ECL calculation.

In export financing, the LGD value and the risk category are updated at least once a year, and this has an essential impact on the ECL calculation. The expected credit loss calculation model also includes forward-looking, i.e. macroeconomic, scenarios. These scenarios are taken into account in the PIT-PD model, in which one of the variables is the world GDP forecast. They increase or decrease expected losses, depending on the forecasts. The management's judgement especially covers macroeconomic scenarios. The principles of determining different stages for individual financial instruments are provided in Table 4. In export credit guarantee and special guarantee operations, as the macroeconomic forecast is used the GDP forecast for advanced countries published by the International Monetary Fund (IMF).

Table 4: Determination of ECL calculation stages, export financing

Factor determining the stage	Stage 1	Stage 2	Stage 3
The credit risk has not significantly increased from the moment the financial instrument was granted to the moment the situation is reviewed	x		
Significant risk increase in the client's risk category		x	x
Receivables from export credit and special guarantee operations			x
Client's legal status (bankruptcy etc.)			x
Other clients in the risk category D			x
Debt holidays		x	

A13 Provisions according to IAS 37

Recording provisions for known obligations requires the management's judgement of expenses resulting from the fulfilment of the obligation. Actual expenses and their realisation date may differ considerably from these.

A possible obligation which has emerged as a consequence of a previous event, the existence of which will be ascertained later, and which is not fully within the entity's control is reported as a contingent liability pursuant to IAS 37.

Under section 4 of the Act on the State Guarantee Fund, the State is responsible for export credit guarantees and special guarantees granted by Finnvera. Under section 5 of the Act, the State covers the losses of the said operations to the extent that the losses cannot be covered by retained earnings from earlier years accumulated in the reserve for export credit guarantee and special guarantee operations on Finnvera's balance sheet. Any losses exceeding the reserve for export credit guarantee and special guarantee operations is covered by paying Finnvera a loss compensation that equals the deficit from the State Guarantee Fund (fund payment). If Finnvera's losses are covered with a fund payment from the State Guarantee Fund, profits from export credit guarantee and special guarantee operations in future financial periods or part thereof can be transferred to the State Guarantee Fund as a fund reimbursement under the Act on the State Guarantee Fund. The decision on this matter is made by the General Meeting of Shareholders of Finnvera by the proposal of the Board of the State Guarantee Fund.

During the financial year 2020, Finnvera received a fund payment of EUR 349 million from the State Guarantee Fund, and a decision was made to release Finnvera from the obligation to repay the fund payment based on separate profit in future years until the Reserve for export credit guarantee and special guarantee operations has reached its pre-pandemic level of EUR 829 million. At the end of the financial year 2024, the reserve for export credit guarantee and special guarantee operations had assets amounting to EUR 511,4 million and, after the transfer of the positive result of export credit guarantee and special guarantee operations in 2024 (EUR 167,8 million), EUR 679,2 million.

As a possible obligation referred to in IAS 37 in the financial statements is presented a fund payment of EUR 349 million received from the State Guarantee Fund due to losses made in export credit guarantee and special guarantee operations in 2020. This amount may be due for repayment to the State Guarantee Fund as a fund reimbursement based on profits made from export credit guarantee and special guarantee operations in future years, if the amount of the funds in the reserve for export credit guarantee and special guarantee operations exceeds EUR 829 million.

A14 Accounting principles requiring the management's judgement and the key sources of estimation uncertainty

Financial statements drawn up according to the International Financial Reporting Standards (IFRS) require the management's estimates and judgement that affect the items reported in the consolidated financial statements and in the Notes to the accounts. When preparing the financial statements, estimates and assumptions concerning the future are made, the conclusions of which may differ from the actual outcome. Key assumptions and judgements concern the assessment of expected losses from clients' loan and other receivables as well as liabilities for guarantees. Significant uncertainties are also associated with the assessment of the fair value of financial assets and liabilities.

Uncertainties associated with the assessment of expected credit losses (ECL) and management judgement in ECL assessment

The ECL calculation model used to assess expected credit losses from loan and other receivables from clients, exposure for guarantees and export credit guarantees as well as export credits includes calculation components that may not be determined without management judgement. These components include:

- Forecasting and determining macroeconomic scenarios and their weightings
- Determination of credit loss probabilities (PIT-PD)
- Assessment of expected cash flows from receivables and their timing
- Determination of discount rate used in the calculation

Finnvera uses two calculation models for calculating expected credit losses: one for domestic financing, and another for export credits and special guarantees. For more information on the calculation models and management judgement, see the section Calculation of expected credit losses in the accounting principles.

Management judgement is also applied when assessing the estimate of expected credit losses (ECL) produced by the calculation model. If the management estimates that an external factor, such as a global pandemic or war, increases the credit loss risk associated with exposures and that the model does not give a true and fair picture of the expected credit loss amount, management judgement is applied to determining the need for additional loss provisions.

In recent years, such external factors have included the coronavirus pandemic and Russia's war of aggression, which have significantly increased the loss risks related to exposure for export credit guarantees and special guarantees in certain sectors and for which, based on management judgement, additional loss provisions have been recorded in expected credit losses.

Additional loss provisions based on management judgement are only made in exceptional circumstances. The additional loss provisions are temporary and will be reversed once there are no more factors increasing the risks. The risks covered by the additional provision are subject to special monitoring, and they are regularly reported to the management.

Uncertainties associated with the assessment of the fair value of financial assets and liabilities and management judgement in fair value assessment

When measuring the fair value of financial assets and liabilities, the following factors may necessitate management judgement:

- Does the financial instrument have a well-functioning market
- Is an individual financial instrument traded
- Is the price information available on the market a reliable indication of fair value
- Which valuation model is used to measure each instrument.

For more information on key uncertainties related to assessing the fair value of financial assets and liabilities and the principles of measuring the fair value of financial instruments, see section *A10 Financial assets and liabilities and their measurement*.

B Risk management

IFRS consolidated financial statements, notes to risk management

The principles, role and responsibilities of risk management
Finnvera's operational objectives in contributing to financing the growth, internationalisation and exports of enterprises and the strategies to achieve these objectives form the foundation of risk management. Finnvera supplements the financial market and at times takes greater credit risks than providers of financing that operate on commercial grounds. Credit risk is the principal risk type for the Finnvera Group. Other key risk types include market and liquidity risks as well as operational risks associated with the operations.

Risk management is of central importance for maintaining the Finnvera Group's ability to take risks and for attaining the company's long-term goal of financial self-sustainability. Finnvera's Board of Directors and executive management are responsible for arranging and organising internal control and risk management. The Board of Directors approves Finnvera's risk appetite, internal control policy, credit policy and all other key risk policies and delegates decision-making powers to the CEO and other decision-making forums regularly.

In internal control and risk management, Finnvera applies a "three lines of defence" model. In keeping with Finnvera's internal control and the "three lines of defence" model, the business units and support functions bear the primary responsibility for internal control and risk management.

The second line of defence is the Risk Control function, which works independently of Finnvera's business areas. It is responsible for monitoring and evaluating risk management in Finnvera Group and assessing the Group's risk position in relation to the risk appetite decided by the Board of Directors and set out in the strategy. The Risk Control function reports to the company's Management Group, the Board of Directors' Risk Committee and the Board of Directors.

Additionally, Finnvera has a Compliance function, which is independent of the business areas and which ensures that the organisation operates in compliance with key regulations and its internal operating principles. Compliance monitoring observations are reported to the company's Management Group, the Board's Risk Committee and the Board of Directors.

The third line of defence is internal auditing which reports directly to the Board of Directors.

Risk appetite and risk policies
The company's risk appetite and risk indicators for all key risk types have been defined by decision of the Board of Directors. Finnvera's risk appetite has been determined ensuring that the company meets the ownership and industrial policy goals over the long term in relation to capitals and earnings power. Key indicators include the level of solidity (using the standardised method) for domestic financing, economic capital requirement, liquidity position (LCR and 12-month liquidity adequacy) and interest rate risk (income impact and balance sheet interest rate sensitivity). The company must be self-sustainable over the long term. As for liquidity risk, Finnvera secures liquidity for a period defined in advance, ensuring that the financing of export credits and lending to domestic SMEs can be managed in all situations. Regarding market risks, Finnvera does not take visionary interest rate or currency risks and strives to keep the risk within defined risk-taking limits, using derivatives for hedging.

The risk appetite regarding operational risks is proportionate to Finnvera's strategic objectives, taking industrial and ownership policy objectives into account. The aim is to ensure that operational risks do not cause serious financial, reputational or other adverse effects to Finnvera. Operational risk management is closely linked to efforts to develop the quality of Finnvera's operations, the processes that guide the operations and the operating system. The company's operating system, the ISO 9001 quality standard, is central to operational risk management.

Finnvera takes credit risks in a controlled manner and also strives to hedge against them as far as possible. The State compensates Finnvera for some of the losses incurred in domestic financing. Reinsurance is used to hedge against some credit risks in export credit guarantee operations. During the economic cycle, the company must cover its share of domestic credit and guarantee losses incurred with cash flow financing. The State's responsibility for export credit guarantees and special guarantees is determined by the Act on the State Guarantee Fund (444/1998). Apart from the buffer of accumulated equity, the foreign country, bank and enterprise risks associated with export credit and export guarantee operations are secured by the State Guarantee Fund, with appropriations from the State Budget as the last resort. In the long term, profits from operations must cover the operating expenses and losses.

Finnvera's risk-taking is based on targets set by the owner for impact and profitability. Risk-taking pertaining to financing is steered by means of the credit, hedging and country policies approved by the Board of Directors. The factors that influence risk-taking pertaining to domestic financing include risk-taking targets derived from strategic focus areas, which take into account differences in the client segments' needs and operating environments.

Finnvera's subsidiary, Finnish Export Credit Ltd, is controlled by the parent company and falls within the scope of risk control, compliance function and internal auditing practised in the Group. Finnish Export Credit Ltd's tasks are to finance Finnish exports by granting officially supported export and ship credits that are in line with the OECD Arrangement on Officially Supported Export Credits, as well as to manage the interest equalisation system related to it.

Credit and guarantee risks and risk classification systems

In Finnvera, credit risk arises from a contractual credit or guarantee counterparty as well as counterparty risks of investments and derivatives. The reason for a credit loss may be the inability of the enterprise, bank or sovereign counterparty to fulfil their commitments.

Each counterparty is assigned a credit risk rating corresponding to a specific insolvency probability (PD). In addition, recovery after possible insolvency is assessed. Finnvera's Large Corporates and SME business areas use symbols corresponding to the S&P scale in risk classifications.

Risk classifications are updated regularly based on the financial statements information or other information at least once a year. In domestic financing, a risk classification based on an external classification is used to maintain the risk classification of centralised service production and other minor liabilities.

Risk-taking is based on an analysis of the counterparty enterprise's management, business and finances. In domestic financing, the Credit Decision Unit is responsible for assessing the credit risk classification, risk rating and financing proposal. With regard to export financing and in large projects, a designated analyst is responsible for the risk rating. The export countries are also classified in accordance with the OECD principles into eight classes subject to individual five-tier country policies regarding projects to be financed.

Finnvera uses risk classifications for the following:

- assessment and pricing of credit risks when credits are granted;
- definition of credit policies;
- determination of the authority to make financing decisions;
- setting and monitoring risk indicators and qualitative objectives for the credit and financing portfolio;
- risk reporting on the credit and financing portfolio;
- assessment of economic capital adequacy and calculation of the expected loss.

Financing decisions are made by the Board of Directors or by the company's decision-making bodies and organisation in accordance with the decision-making authority delegated by the Board. In both domestic and export financing, credit policy defines the maximum exposure. Decisions greater than this limit must be justified separately to the company's Board of Directors and, whenever necessary, to the State owner.

Monitoring of credit risks

Client monitoring takes place through annual analysis of the client enterprise's financial statements, regular contacts with the client and through monitoring the client's payment behaviour and operations. In its monitoring, Finnvera utilises data from its own control systems, from beneficiaries of domestic guarantees and export credit guarantees, and from public registers on payment defaults. Elevated client risks are taken under special monitoring and, if necessary, a special monitoring report is drawn up on the client every six months. Finnvera applies an impairment procedure in accordance with IFRS 9. Finnvera complies with the European Banking Authority's (EBA) definition of insolvency as part of developing the classification scales.

The concentration of risks on counterparties, sectors and countries is monitored regularly.

Counterparty risks also arise in connection with asset and liquidity management operations. Finnvera's goal is to keep the counterparty risks of asset management low by setting counterparty-specific limits, by concluding daily netting and security arrangements associated with derivative contracts, and by working with counterparties with high credit ratings. A rating issued by an international credit rating agency is required of counterparties to investment and derivative contracts, and they are subject to a minimum risk appetite requirement.

The Risk Control function provides the Board of Directors and the management with at least quarterly reports on the risk-taking realised in relation to risk appetite and goals. In addition, the company's reporting system generates constant reporting based partly on daily and monthly data. The main themes of Finnvera's credit risk monitoring are the distribution of the current credit and guarantee exposure and the change in exposure by risk category, payment delays, any risk concentrations and non-performing receivables.

Market risks

Finnvera does not engage in trading in its investments. A small amount of market risk arises in the balance sheet in connection with investing liquid assets and funding. The key risk sources in the investment portfolio are currency, interest rate and liquidity risks as well as concentration, credit, and counterparty risks (as described in the section on credit risks). The aim is to invest liquid assets in instruments where investments can be kept until maturity. If necessary, the company's market risk position is hedged with derivative instruments. An effort is made to hedge against risks, ensuring that the net effect of market changes on financial performance would be slight.

A B C D E F G H

At Finnvera, interest rate risks arise when interest rates for borrowing and lending are determined at different times and when there are structural interest rate risks associated with equity. The interest rate in domestic lending intended for SMEs is mainly based on the 6-month Euribor, whereas the interest rate in export financing is based either on the 6-month Euribor or in USD denominated financing on SOFR/term-SOFR interest. Interest determination dates are distributed fairly evenly over the various banking days throughout the year. Borrowing takes place in larger individual sums, and often with a fixed interest rate. In the event that borrowing is based on a reference rate other than the 6-month Euribor (or USD SOFR/term-SOFR), the reference rate is converted to the 6-month Euribor (or USD SOFR/term-SOFR) by using interest rate swaps when the loan is taken out. The interest rate risk arising from differences in the timing of interest determination days between borrowing and lending is controlled by striving to distribute the interest determination days for borrowing evenly over different months.

The entire loan portfolio of Finnvera's domestic financing is denominated in euros, whereas both euros and US dollars are used in export financing. Finnvera acquires funds from a number of markets and in many currencies. To control the currency risk, the funds acquired are converted into euros or US dollars by using currency swaps. Cash assets are also invested in the relevant currencies. The remaining currency risk is hedged using currency derivatives, if necessary. Finnvera's goal is to keep both the interest rate risk and the currency risk low. Risks are monitored actively, and the company's management and the Board of Directors receive regular reports on them.

Liquidity risk

Finnvera acquires long-term financing mainly within the EMTN programme and, from 2022, short-term funding within the ECP facility. The programmes are guaranteed by the State and have the same credit rating as the State of Finland. These programmes help distribute the acquisition of funds across several markets and investors.

Finnvera's Board of Directors approves the principles of liquidity management. According to these principles, the liquidity buffer must at any given time cover the payments stressed for the next 12 months without new borrowing, also in the stress scenario. The principles also determine the extent of funding gap the company can accept in the longer term. Liquid assets are invested in assets that have a high credit rating. Finnvera's Treasury is responsible for practical tasks associated with borrowing and liquidity management. The company's accumulated equity is an important element of the acquisition of funds for lending.

The potentially high claims arising from export credit guarantee operations may lead to a sudden need for liquidity that is greater than normally. Sudden changes in the financial markets may also impair the availability of financing. To prepare for the realisation of such liquidity risks, Finnvera has entered into contractual arrangements with the State Guarantee Fund and the State of Finland, among others. Finnvera assesses the adequacy of liquidity through an internal ILAAP process that includes stress tests and scenario analyses, aimed at anticipating unfavourable circumstances.

Operational risks

An operational risk is a risk of loss caused by insufficient or inoperable internal processes, systems, human resources or external events. Operational risks include risks related to processes, personnel (including physical safety), and information systems (ICT), as well as model risks, legal and compliance risks, reputational risks, and information security and data protection risks. A loss resulting from an operational risk may materialise as higher costs, lower profits, sanctions or lost reputation, for instance. The risk control function coordinates the development of operational risk management. The process teams and units are responsible for implementing practical measures. Finnvera's core business operations and key support units regularly carry out operational risk surveys to assess the likelihood and severity of the consequences of potential risks and to assess ways of reducing risks. Continuity management is a key means of managing operational risks.

The management of operational risks is closely linked to the company's quality management. Finnvera has an ISO 9001:2015 quality certificate. Efforts to protect the company against operational risks include introducing internal control mechanisms as well as developing processes, information systems and the quality of operations, and insuring the risks.

Realised operational risk events and near misses are registered in the management system of operational risks, which is accessible to the entire personnel. The reasons leading to the events and the measures taken to prevent the recurrence of similar events are described in the application. Finnvera's management and Board of Directors receive regular reports on realised operational risks.

Capital management and capital adequacy

Finnvera calculates its capital adequacy for financing according to the principles of the Basel III standard method, even though Finnvera is not officially required to apply this method. Because of the differentiated capital structure, capital adequacy is calculated separately for domestic and export financing. Owing to the nature of its business, Finnvera must ensure that the amount of equity is sufficient in relation to the credit risks taken. The Ministry of Economic Affairs and Employment has set a minimum capital adequacy target of 15 per cent for Finnvera's domestic operations. Finnvera assesses the adequacy of capitals through an internal ICAAP process that includes capital adequacy forecasts, stress tests and scenario analyses, aimed at anticipating unfavourable circumstances.

As part of the ICAAP process, Finnvera internally assesses the economic capital requirement and reports on this to its management, the company's Board of Directors and the Ministry of Economic Affairs and Employment's ownership steering. The economic capital requirement is calculated using a commonly used risk models. The model considers the probability of loss for the risk objects and the loss resulting from insolvency should the default be realised. The economic capital requirement takes all material risks into account in relation to the nature, scope and diversity of the activities, and uses it in the monitoring of and reporting on the company's overall risk level.

Economic capital by risk type

	Finnvera Group	
(MEUR)	**31 Dec 2024**	**31 Dec 2023**
Credit risks	2,617	2,758
Market risks	236	221
Operational risks	45	39
Total	**2,898**	**3,018**

Equity and retained earnings are allocated to the reserve for domestic operations and to the reserve for export credit guarantee and special guarantee operations. The State provides direct support for Finnvera's domestic financing by paying credit and guarantee loss compensation for final credit losses. While the compensation rate for 2024 is 50%, by separate decision of the Ministry of Economic Affairs and Employment, it may be 80% for certain liabilities. In export credit guarantee operations the State of Finland is responsible, through such bodies as the State Guarantee Fund, for losses that may arise during the financial period and exceed the assets in the reserve for export credit guarantee operations.

Legislation ensures that, in the capital adequacy calculations of banks, the risk weight of Finnvera's guarantees is the same as that applied to the liability of the State of Finland.

B1 Credit risks

	Finnvera Group					
	31 Dec 2024			31 Dec 2023		
Assets (EUR 1,000)	**Gross**	**ECL**	**Net**	**Gross**	**ECL**	**Net**
Receivables						
Loans to and receivables from credit institutions – payable on demand	480,143	-92	480,051	1,328,864	-344	1,328,520
Loans to and receivables from credit institutions – other	98,633	-	98,633	28,014	-	28,014
Loans to and receivables from customers	7,632,535	-248,383	7,388,454	8,212,574	-291,601	7,924,390
Loans to and receivables from customers	7,330,681	-133,520	7,197,160	7,953,429	-191,995	7,761,434
Domestic financing debt securities	30,130	-4,302	25,828	30,046	-3,418	26,628
Guarantee receivables	77,483	-31,034	46,449	61,761	-24,580	37,181
Fee and recovery receivables, export financing	194,241	-79,526	114,715	167,338	-71,608	95,730
Debt securities	5,282,914	-168	5,282,747	3,541,098	-422	3,540,676
Derivatives [1]	14,030	-	14,030	-522	-	-522
Credit and Guarantee loss receivables from the State	10,650	-	10,650	11,744	-	11,744
Fund transfer receivables from The State Guarantee Fund	349,023	-	349,023	349,023	-	349,023
Interest receivables	248,819	-1,862	246,957	228,443	-1,243	227,200
Fee and commission receivables	6,119	-1,058	5,061	6,335	-824	5,513
Trade receivables of venture capital investments	-	-	-	4,698	-94	4,604
Total	**14,122,865**	**-251,562**	**13,875,606**	**13,710,270**	**-294,528**	**13,419,162**

Liabilities (EUR 1,000)						
Off-balance sheet items	14,933,299	-893,335		16,441,438	-900,814	
Equity - Fair value		-196			-362	
Total		**-893,531**			**-901,176**	

1 The figures presented is the sum of net receivables per derivative counterparty adjusted with cash collateral received. The net receivable including accrued interest before the adjustment of cash collateral received was EUR 76.6 million (41.0). Cash collateral received was EUR 62.6 million (41.6).

Debt securities by credit rating grades and sector

	Finnvera Group				Finnvera Group			
	31 Dec 2024				31 Dec 2023			
(EUR 1,000)	**Credit institutions**	**Corporates**	**Governments/ Municipalities**	**Total [1]**	**Credit institutions**	**Corporates**	**Governments/ Municipalities**	**Total [1]**
Risk class								
AAA	2,305,644	-	286,499	**2,592,143**	1,715,944	-	24,166	**1,740,110**
AA	520,421	-	1,608,811	**2,129,233**	205,977	-	1,003,418	**1,209,395**
A	488,106	-	-	**488,106**	371,301	-	-	**371,301**
BBB	-	73,265	-	**73,265**	108,912	110,958	-	**219,869**
BB	-	-	-	**-**	-	-	-	**-**
B	-	-	-	**-**	-	-	-	**-**
Total	**3,314,172**	**73,265**	**1,895,310**	**5,282,747**	**2,402,134**	**110,958**	**1,027,584**	**3,540,676**

1 Domestic financing debt securities EUR 30.1 million (30.0) are excluded from the figures presented above as they are included in the Note B2.

Domestic financing

Notes B2-B4 do not include binding credit commitments.

B2 Loans and guarantees by credit rating, gross

	Finnvera plc			
	31 Dec 2024		31 Dec 2023	
Credit rating (EUR 1,000)	**€**	**%**	**€**	**%**
AAA	-	0%	-	0%
AA	693	0%	640	0%
A	7,062	0%	17,499	1%
BBB	85,885	3%	114,377	5%
BB	760,162	30%	790,882	33%
B	847,784	34%	979,521	41%
CCC	644,582	26%	329,735	14%
D	154,600	6%	142,416	6%
Total	**2,500,768**	**100%**	**2,375,070**	**100%**

B3 Loans and guarantees by sector, gross

	Finnvera plc	
Sector (EUR 1,000)	**31 Dec 2024**	**31 Dec 2023**
Rural trades	33,098	34,610
Industry	1,370,256	1,156,497
Tourism	185,062	224,167
Services to business	533,209	555,609
Trade and consumer services	379,143	404,187
Total	**2,500,768**	**2,375,070**

B4 Loans and guarantees, gross and collateral shortage

	Finnvera plc			
	31 Dec 2024			
(EUR 1,000)	Amount of commitment	Amount of collaterals	Collateral shortage	Collateral shortage-%
Total	**2,500,768**	**515,185**	**1,985,583**	**79%**

	Finnvera plc			
	31 Dec 2023			
(EUR 1,000)	Amount of commitment	Amount of collaterals	Collateral shortage	Collateral shortage-%
Total	**2,375,070**	**439,500**	**1,935,570**	**81%**

B5 Doubtful receivables (gross) and ageing of past due receivables

B5.1 Doubtful receivables

	Finnvera plc	
(EUR 1,000)	31 Dec 2024	31 Dec 2023
Receivables that are more than 90 days overdue	115,081	98,262
Other classified as insolvent	39,519	44,154
Default receivables, total	**154,600**	**142,416**

	Finnvera plc	
(EUR 1,000)	31 Dec 2024	31 Dec 2023
0 interest credits	10,442	12,290
Debt holidays for debt repayments	51,718	34,582

B5.2 Ageing of past due receivables

	Finnvera plc	
(EUR 1,000)	31 Dec 2024	31 Dec 2023
1 days-30 days	34,837	14,852
31 days-60 days	5,393	6,662
61 days-90 days	3,038	5,556
over 90 days	116,872	100,044
Total	**160,140**	**127,114**

Past due receivables comprise any interest payments, loan instalments, guarantee commissions and outstanding guarantee receivables that are unpaid at the balance sheet date for all current commitments.

Export and special guarantee financing

Notes B6-B8 do not include recovery and guarantee receivables.

B6 Enterprise, bank and sovereign exposure by credit rating, gross

	Finnvera plc	
Credit rating (EUR 1,000)	31 Dec 2024	31 Dec 2023
AAA	824,485	585
AA	585,745	1,061,220
A	371,419	623,692
BBB	4,832,470	5,644,862
BB	10,072,731	6,891,302
B	1,467,629	5,779,039
CCC	2,713,808	3,085,502
D	11,147	72,979
No credit rating	11,831	51,838
Total	**20,891,266**	**23,211,019**

B7 Enterprise, bank and sovereign exposure by country risk classification, gross

	Finnvera plc	
Country risk classification (EUR 1,000)	31 Dec 2024	31 Dec 2023
0 - Advanced economy	16,921,966	17,474,739
1 - Very low risks	-	-
2 - Low risks	202,984	305,975
3 - Relatively low risks	697,869	2,318,343
4 - Intermediate risks	1,627,787	1,887,418
5 - Relatively high risks	901,402	738,383
6 - High risks	98,912	83,622
7 - Very high risks	403,120	361,386
No classification	37,225	41,153
Total	**20,891,266**	**23,211,019**

B8 Enterprise, bank and sovereign exposure by sector, gross

	Finnvera plc	
Sector (EUR 1,000)	31 Dec 2024	31 Dec 2023
Telecommunications	3,231,716	3,987,131
Cruise shipping	10,440,584	11,511,848
Pulp and paper	2,746,214	3,545,393
Mining and metals	765,794	598,673
Energy	939,733	823,171
Other industries	581,533	685,304
Others	2,185,694	2,059,498
Total	**20,891,266**	**23,211,019**

B9 Liquidity risk, maturity of assets, liabilities and guarantees

Finnvera Group							
(EUR 1,000)	<3 months	3–12 months	>1–5 years	>5–10 years	>10 years	Total	Carrying Amount
31 Dec 2024							
Assets							
Loans to and receivables from credit institutions – Payable on demand	308,887	-	-	-	-	308,887	308,844
Loans to and receivables from credit institutions – Investment accounts and deposits	171,850	-	-	-	-	171,850	171,206
Loans to and receivables from credit institutions – Export credits	3,651	9,996	51,656	37,296	-	102,598	98,633
Receivables from customers – Loans and debt securities	325,972	1,847,164	4,194,627	2,078,587	209,607	8,655,957	7,227,290
Debt securities	1,094,868	749,615	3,199,810	630,169	-	5,674,463	5,282,747
Total assets	**1,905,228**	**2,606,776**	**7,446,092**	**2,746,052**	**209,607**	**14,913,755**	**13,088,721**
Liabilities							
Liabilities to other institutions	-7,576	-10,430	-48,438	-37,201	-	-103,645	-103,527
Debt securities in issue	-46,416	-632,325	-9,236,469	-2,083,750	-	-11,998,961	-10,830,110
Total liabilities	**-53,992**	**-642,755**	**-9,284,908**	**-2,120,951**	**-**	**-12,102,605**	**-10,933,638**
Derivatives							
Derivatives – receivables	36,520	-14,349	88,320	-	-	110,491	140,459
Derivatives – liabilities	-78,119	-158,143	-824,673	-254,423	-38,180	-1,353,538	-706,311
Derivatives, net	**-41,599**	**-172,492**	**-736,353**	**-254,423**	**-38,180**	**-1,243,047**	**-565,852**
Assets, liabilities and derivatives, net	**1,809,637**	**1,791,529**	**-2,575,168**	**370,679**	**171,427**	**1,568,103**	**1,589,232**
Credit commitments[1]	-180	-2,413,343	-1,243,332	-	-	-3,656,854	-
Assets, liabilities, derivatives and credit commitments, net	**1,809,458**	**-621,814**	**-3,818,500**	**370,679**	**171,427**	**-2,088,751**	**1,589,232**
Guarantees and export credit guarantees[2]							
Guarantees	-210,425	-624,017	-648,251	-	-21	-1,482,714	-
Export credit guarantees and special guarantees	-378,298	-1,256,103	-2,519,573	-4,128,703	-657,935	-8,940,612	-
Total guarantees and export credit guarantees	**-588,723**	**-1,880,121**	**-3,167,823**	**-4,128,703**	**-657,956**	**-10,423,326**	**-**

Finnvera Group							
(EUR 1,000)	<3 months	3–12 months	>1–5 years	>5–10 years	>10 years	Total	Carrying Amount
31 Dec 2023							
Assets							
Loans to and receivables from credit institutions – Payable on demand	1,057,371	-	-	-	-	1,057,371	1,057,133
Loans to and receivables from credit institutions – Investment accounts and deposits	272,075	-	-	-	-	272,075	271,388
Loans to and receivables from credit institutions – Export credits	-	6,507	22,822	4,907	-	34,236	28,014
Receivables from customers – Loans and debt securities	442,085	1,515,777	4,839,994	2,338,652	345,050	9,481,558	7,791,480
Debt securities	763,153	374,728	2,458,905	202,128	-	3,798,914	3,540,676
Total assets	**2,534,684**	**1,897,012**	**7,321,720**	**2,545,688**	**345,050**	**14,644,154**	**12,688,690**
Liabilities							
Liabilities to credit institutions[3]	-22,299	-45,080	-56,617	-5,231	-	-129,227	-128,525
Debt securities in issue	-275,807	-1,042,791	-7,499,463	-3,149,177	-	-11,967,238	-10,584,813
Total liabilities	**-298,107**	**-1,087,871**	**-7,556,080**	**-3,154,408**	**-**	**-12,096,465**	**-10,713,338**
Derivatives							
Derivatives – receivables	19,001	18,622	84,857	870	-	123,350	96,359
Derivatives – liabilities	-89,365	-241,568	-778,759	-261,425	-25,549	-1,396,666	-760,660
Derivatives, net	**-70,364**	**-222,946**	**-693,902**	**-260,555**	**-25,549**	**-1,273,316**	**-664,301**
Assets, liabilities and derivatives, net	**2,166,214**	**586,195**	**-928,261**	**-869,275**	**319,501**	**1,274,373**	**1,311,051**
Credit commitments[1]	-587,532	-773,651	-1,397,498	-	-	-2,758,681	-
Assets, liabilities, derivatives and credit commitments, net	**1,578,682**	**-187,456**	**-2,325,759**	**-869,275**	**319,501**	**-1,484,307**	**1,311,051**
Guarantees and export credit guarantees[2]							
Guarantees	-209,791	-649,178	-757,988	-	-50	-1,617,006	-
Export credit guarantees and special guarantees	-103,767	-976,805	-2,301,667	-3,199,820	-679,328	-7,261,386	-
Total guarantees and export credit guarantees	**-313,557**	**-1,625,983**	**-3,059,655**	**-3,199,820**	**-679,378**	**-8,878,392**	**-**

1 Undrawn credit commitments are presented in the period when the loans are expected to be drawn.
2 The guarantees in the table have been broken down according to their due dates. An individual guarantee may give rise to indemnity at any time during its period of validity. There is no historical information as to when such indemnities have been realised during the life cycle of a guarantee. Export credit guarantees do not include export credit guarantees that correspond to the subsidiary's undrawn credit commitments (undrawn credit commitments are presented as a separate line in the table) or offer-stage guarantees (guarantee offers).
3 The comparative figures have been corrected.

B10 Market risk sensitivities

	Finnvera Group	
(EUR 1,000)	**31 Dec 2024**	**31 Dec 2023**
Interest rate risk		
Market interest increase 1 %		
- Change in net interest income during the next 12 months	10,390	12,204
- Balance sheet interest sensitivity (excl. Equity)	-1,099	-5,823
Market interest decrease 1 %		
- Change in net interest income during the next 12 months	-10,390	-12,204
- Balance sheet interest sensitivity (excl. Equity)	1,099	5,823
Currency risk		
The USD strengthens by 10 % against the euro	-13	955
The USD weakens by 10 % against the euro	11	-1,167

In the calculation of the change in net interest income during the next 12 months a symmetric parallel 100 bps shock in interest rates is applied and resulting change in net interest income is calculated. Regarding balance sheet interest rate sensitivity also a symmetric parallel 100 bps shock to interest rates is used and the resulting change in present value is calculated. Regarding currency risk change in USD denominated balance sheet items is calculated using a 10 percent increase (decrease) against the euro. In other foreign currencies there were no major balance sheet items on 31 Dec 2024.

C Segment information

Finnvera's segment information is based on the company's division into business areas and on the organisational structure. Assessment of the profitability of Finnvera's segments is based on the operating profit.

Client enterprises have been divided into segments according to their size and the need for financing at their development stage. A service concept has been devised for each segment (business area).

Finnvera's segments are:

1. Locally operating small companies
2. SMEs focusing on the domestic markets
3. SMEs seeking growth and internationalisation
4. Large corporates
5. Export credits

SME and midcap financing includes segments 1–3 and export financing includes segments 4–5.

The clients of the locally operating small companies segment are locally operating companies that have fewer than 10 employees. This segment offers financial services for the start-up and development of companies in cooperation with regional enterprise services and other providers of financing.

The clients of the SMEs focusing on the domestic markets are mainly SMEs. The clientele includes companies engaged in production and in services. In cooperation with other providers of financing, financial solutions are provided especially for the development and growth needs of companies and for transfers of business to the next generation.

The clients of the SMEs seeking growth and internationalisation segment are SMEs and midcap enterprises[1] that have a growth strategy based on internationalisation. Some clients already engage in exports on the international market, while others are still starting out on this development path. In general, these companies also use the services of other organisations providing services for growth enterprises (Business Finland and Centres for Economic Development, Transport and the Environment) and make use of the services offered by Finnvera for export financing.

The clients of the large corporates segment are generally exporters operating in Finland, as well as domestic and foreign providers of financing for these The large corporates segment offers to clients almost exclusively export credits. However in individual cases, the financing solution can be also comprised of special guarantees or domestic financing products.

The segment for export credits includes Finnvera's subsidiary's Finnish Export Credit Ltd's operations, including the parent company Finnvera plc's funding and asset management related to export credit financing on behalf of Finnish Export Credit Ltd. The subsidiary provides financing for export credits and export financing based on tax agreements and administers the interest equalisation system for officially supported export credits and domestic ship financing in accordance with the OECD Arrangement.

Income and expenses are allocated to each segment when they are deemed to fall within that segment, or allocation is carried out on the basis of internal accounting rules. All income and expenses have been allocated to segments. There is no notable intra-segment business.

The assets and liabilities of segments are valued according to the principles for drawing up the financial statements. Income statement and balance sheet items of segments include intra-group eliminations.

The Finnvera Group has operations only in Finland. The Group's clientele consists of a wide spectrum of clients in various sectors.

1 Midcap = A national definition included in the Government's commitment to compensate Finnvera plc for credit and guarantee losses. The term refers to an enterprise that is larger than the definition of an SME applied by the EU. Its turnover may not exceed EUR 300 million in the most recent financial statements adopted by the enterprise. If the enterprise has drawn up consolidated financial statements, the turnover is taken from them.

C1 Result by segment

	SME and midcap financing			Export financing		Total
(EUR 1,000)	Locally operating small companies	SMEs focusing on the domestic markets	SMEs seeking growth and internationalisation	Large corporates	Export credits	
Finnvera Group						
1–12/2024						
Net interest income	5,957	21,916	13,273	68,202	29,398	**138,746**
Net fee and commission income	8,699	17,939	27,613	133,121	10,600	**197,971**
Gains and losses from financial instruments carried at fair value through profit and loss and foreign exchange gains and losses	-	-	-	3,490	4,757	**8,247**
Net income from investments	-	-	-	-	-390	**-390**
Other operating income	49	93	149	124	-	**415**
Total operational expenses	-7,788	-12,564	-12,239	-15,591	-4,331	**-52,513**
Depreciation and amortisation	-853	-1,606	-1,563	-971	-260	**-5,253**
Other operating expenses	-123	-1,532	-132	-129	-38	**-1,954**
Realised credit losses and change in expected credit losses, net	-8,387	-10,957	-15,402	-15,406	672	**-49,480**
- Realised credit losses	-10,844	-19,041	-14,438	-76,261	-	**-120,584**
- Credit loss compensations from the State	4,877	8,833	6,783	-	-	**20,493**
- Change in expected credit losses (increase - / decrease +)	-2,420	-750	-7,747	60,856	672	**50,611**
Operating result	-2,446	13,289	11,699	172,841	40,407	**235,791**
Income tax	-	-	-	-	-8,082	**-8,082**
Result	**-2,446**	**13,289**	**11,699**	**172,841**	**32,326**	**227,709**
Finnvera Group						
1–12/2023						
Net interest income	5,967	18,722	12,265	46,893	31,621	**115,469**
Net fee and commission income	8,952	17,951	22,030	114,437	14,051	**177,421**
Gains and losses from financial instruments carried at fair value through profit and loss and foreign exchange gains and losses	-	-	-	-110	-9,353	**-9,463**
Net income from investments	-	-	-	-	330	**330**
Other operating income	7	31	13	126	-	**176**
Total operational expenses	-7,495	-12,436	-12,090	-13,845	-3,816	**-49,682**
Depreciation and amortisation	-839	-1,550	-1,401	-827	-248	**-4,865**
Other operating expenses	-102	-125	-109	-105	-32	**-472**
Realised credit losses and change in expected credit losses, net	-4,800	-4,983	15,035	204,726	41	**210,020**
- Realised credit losses	-9,640	-17,104	-11,068	-90,624	-	**-128,436**
- Credit loss compensations from the State	4,655	8,537	5,038	-	-	**18,230**
- Change in expected credit losses (increase - / decrease +)	186	3,584	21,066	295,350	41	**320,227**
Operating result	1,691	17,611	35,744	351,295	32,594	**438,934**
Income tax	-	-	-	-	-5,573	**-5,573**
Result	**1,691**	**17,611**	**35,744**	**351,295**	**27,022**	**433,361**

(EUR 1,000)	SME and midcap financing: Locally operating small companies	SME and midcap financing: SMEs focusing on the domestic markets	SME and midcap financing: SMEs seeking growth and internationalisation	Export financing: Large corporates	Export financing: Export credits	Total
Finnvera plc						
1–12/2024						
Net interest income	5,957	21,916	13,273	68,202	-798	**108,550**
Net fee and commission income	8,699	17,939	27,613	133,121	-674	**186,697**
Gains and losses from financial instruments carried at fair value through profit and loss and foreign exchange gains and losses	-	-	-	3,490	-308	**3,183**
Net income from investments	-	-	-	-	-390	**-390**
Other operating income	49	93	149	124	6,053	**6,468**
Operational expenses	-7,788	-12,564	-12,239	-15,591	-4,219	**-52,400**
Depreciation and amortisation	-853	-1,606	-1,563	-971	-260	**-5,253**
Other operating expenses	-123	-1,532	-132	-129	-38	**-1,954**
Realised credit losses and change in expected credit losses, net	-8,387	-10,957	-15,402	-15,406	634	**-49,518**
- Realised credit losses	-10,844	-19,041	-14,438	-76,261		**-120,584**
- Credit loss compensations from the State	4,877	8,833	6,783	-	-	**20,493**
- Change of expected credit losses (increase - / decrease +)	-2,420	-750	-7,747	60,856	634	**50,573**
Operating result	-2,446	13,289	11,699	172,841	-	**195,384**
Income tax	-	-	-	-	-	-
Result	**-2,446**	**13,289**	**11,699**	**172,841**	**-**	**195,384**
Finnvera plc						
1–12/2023						
Net interest income	5,967	18,722	12,265	46,893	325	**84,173**
Net fee and commission income	8,952	17,951	22,030	114,437	-1,261	**162,110**
Gains and losses from financial instruments carried at fair value through profit and loss and foreign exchange gains and losses	-	-	-	-110	-2,898	**-3,007**
Net income from investments	-	-	-	-	330	**330**
Other operating income	7	31	13	126	7,393	**7,569**
Operational expenses	-7,495	-12,436	-12,090	-13,845	-3,692	**-49,558**
Depreciation and amortisation	-839	-1,550	-1,401	-827	-248	**-4,865**
Other operating expenses	-102	-125	-109	-105	-32	**-472**
Realised credit losses and change in expected credit losses, net	-4,800	-4,983	15,035	204,726	82	**210,061**
- Realised credit losses	-9,640	-17,104	-11,068	-90,624	-	**-128,436**
- Credit loss compensations from the State	4,655	8,537	5,038	-	-	**18,230**
- Change of expected credit losses (increase - / decrease +)	186	3,584	21,066	295,350	82	**320,267**
Operating result	1,691	17,611	35,744	351,295	-	**406,340**
Income tax	-	-	-	-	-	-
Result	**1,691**	**17,611**	**35,744**	**351,295**	**-**	**406,340**

C2 Balance sheet by segment

	SME and midcap financing			Export financing		Total
(EUR 1,000)	Locally operating small companies	SMEs focusing on the domestic markets	SMEs seeking growth and internationalisation	Large corporates	Export credits	
Finnvera Group						
31 Dec 2024						
Assets	**78,841**	**246,557**	**280,458**	**982,103**	**13,168,415**	**14,756,374**
- of which loans to and receivables from credit institutions	10,800	31,200	18,000	100,000	418,684	**578,684**
- of which loans to and receivables from customers	55,673	164,797	251,483	496,260	6,420,240	**7,388,454**
- of which investments	-	13,687	-	20,182	5,262,565	**5,296,434**
Liabilities	**4,889**	**-202,848**	**145,894**	**277,756**	**12,988,196**	**13,213,886**
- of which debt securities in issue	-	-	-	-	10,830,110	**10,830,110**
- of which provisions	10,912	17,945	31,463	833,014	-	**893,335**
Equity	**73,952**	**449,405**	**134,565**	**704,347**	**180,219**	**1,542,487**
- of which restricted equity	-	159,660	67,799	22,914	-50,959	**199,415**
- of which non-restricted equity	73,952	289,744	66,765	681,434	231,177	**1,343,073**
Finnvera Group						
31 Dec 2023						
Assets	**84,772**	**265,523**	**260,514**	**634,126**	**13,057,367**	**14,302,303**
- of which loans to and receivables from credit institutions	10,800	31,200	18,000	100,000	1,196,534	**1,356,534**
- of which loans to and receivables from customers	61,496	179,224	232,245	164,255	7,287,172	**7,924,390**
- of which investments	-	13,723	-	20,182	3,520,494	**3,554,398**
Liabilities	**8,374**	**-170,714**	**137,649**	**103,589**	**12,890,334**	**12,969,233**
- of which debt securities in issue	-	-	-	-	10,584,813	**10,584,813**
- of which provisions	9,712	19,835	29,470	843,472	-	**902,490**
Equity	**76,398**	**436,236**	**122,865**	**530,538**	**167,033**	**1,333,070**
- of which restricted equity	-	159,660	67,799	21,945	-31,819	**217,586**
- of which non-restricted equity	76,398	276,576	55,066	508,593	198,852	**1,115,484**

	SME and midcap financing			Export financing		Total
(EUR 1,000)	Locally operating small companies	SMEs focusing on the domestic markets	SMEs seeking growth and internationalisation	Large corporates	Export credits	
Finnvera plc						
31 Dec 2024						
Assets	**78,841**	**246,557**	**280,489**	**1,060,203**	**13,121,033**	**14,787,123**
- of which loans to and receivables from credit institutions	10,800	31,200	18,000	100,000	276,789	**436,789**
- of which loans to and receivables from customers	55,673	164,797	251,515	574,360	6,511,415	**7,557,760**
- of which investments	-	13,687	-	20,182	5,282,747	**5,316,616**
Liabilities	**4,489**	**-202,848**	**145,925**	**355,856**	**13,174,540**	**13,478,362**
- of which debt securities in issue	-	-	-	-	10,830,110	**10,830,110**
- of which provisions	10,912	17,945	31,494	911,114	-	**971,466**
Equity	**73,952**	**449,405**	**134,565**	**704,347**	**-53,507**	**1,308,761**
- of which restricted equity	-	159,660	67,799	22,914	-53,507	**196,866**
- of which non-restricted equity	73,952	289,744	66,765	681,434	-	**1,111,896**
Finnvera plc						
31 Dec 2023						
Assets	**84,772**	**265,523**	**261,425**	**788,501**	**12,989,758**	**14,389,979**
- of which loans to and receivables from credit institutions	10,800	31,200	18,000	100,000	933,135	**1,093,135**
- of which loans to and receivables from customers	61,496	179,224	233,156	318,629	7,473,358	**8,265,862**
- of which investments	-	13,723	-	20,182	3,540,676	**3,574,580**
Liabilities	**8,374**	**-170,714**	**138,560**	**257,963**	**13,019,911**	**13,254,095**
- of which debt securities in issue	-	-	-	-	10,584,813	**10,584,813**
- of which provisions	9,712	19,835	30,382	997,846	-	**1,057,775**
Equity	**76,398**	**436,236**	**122,865**	**530,538**	**-30,153**	**1,135,884**
- of which restricted equity	-	159,660	67,799	21,945	-30,153	**219,251**
- of which non-restricted equity	76,398	276,576	55,066	508,593	-	**916,633**

D Notes to the income statement

D1 Interest income and expenses

(EUR 1,000)	Finnvera Group 1–12/2024	Finnvera Group 1–12/2023	Finnvera plc 1–12/2024	Finnvera plc 1–12/2023
Interest income				
Interests from loans passed on to the customers	**415,594**	**357,452**	**394,013**	**332,175**
Domestic financing	48,815	45,406	48,815	45,406
- SME and midcap financing debt securities, FVOCI	2,378	2,378	2,378	2,378
- Export financing	364,401	309,668	-199	206
- Group internal interest income	-	-	343,019	284,186
Other interest income	**653,502**	**490,585**	**652,119**	**489,660**
- Interest on export credit guarantee and special guarantee receivables	5,779	5,009	5,779	5,009
- Interest on guarantee receivables	2,133	1,679	2,133	1,679
- On receivables from credit institutions and derivative collateral	66,814	61,197	65,439	60,272
- On debt securities, amortised cost	55,468	23,663	55,468	23,663
- On debt securities, FVOCI	81,305	43,660	81,305	43,660
- On debt securities, FVTPL (fair value option)	-	-	-	-
- On debt securities in issue, amortised cost (fair value hedging)	3,453	3,444	3,453	3,444
- On debt securities in issue, FVTPL (fair value option)	205	202	205	202
- On debt securities in issue, amortised cost	-	-	-	-
- On derivatives, FVTPL (mandatorily)	207,747	182,424	207,747	182,424
- On derivatives hedging debt securities in issue	187,263	133,264	187,263	133,264
- On other funding related derivatives	43,232	35,950	43,232	35,950
- On other	102	94	94	94
Total	**1,069,095**	**848,037**	**1,046,132**	**821,836**

(EUR 1,000)	Finnvera Group 1–12/2024	Finnvera Group 1–12/2023	Finnvera plc 1–12/2024	Finnvera plc 1–12/2023
Interest expenses				
On liabilities to credit institutions	**-209**	**-11**	**-209**	**-11**
On liabilities to other institutions	**-4,405**	**-4,802**	**-4,044**	**-3,877**
- On liabilities to other institutions, amortised cost	-4,405	-4,802	-4,044	-3,877
On debt securities in issue and hedges of funding	**-921,174**	**-721,483**	**-921,174**	**-721,483**
- On debt securities in issue, amortised cost (fair value hedging)	-186,637	-128,999	-186,637	-128,999
- On debt securities in issue, FVTPL (fair value option)	-22,542	-22,487	-22,542	-22,487
- On debt securities in issue, amortised cost	-4,848	-11,724	-4,848	-11,724
- On derivatives hedging debt securities in issue	-636,365	-493,766	-636,365	-493,766
- On other funding related derivatives, FVTPL (mandatorily)	-70,780	-64,508	-70,780	-64,508
Group internal interest expenses	**-**	**-**	**-7,600**	**-6,020**
Other interest expenses	**-4,561**	**-6,272**	**-4,556**	**-6,272**
- Derivative collateral	-1,794	-2,038	-1,794	-2,038
- On debt securities, amortised cost	-	-17	-	-17
- On debt securities, FVOCI	-2,475	-4,097	-2,475	-4,097
- On debt securities, FVTPL (fair value option)	-	-	-	-
- On other	-292	-120	-286	-120
Total	**-930,349**	**-732,568**	**-937,582**	**-737,663**
Net interest income	**138,746**	**115,469**	**108,550**	**84,173**
Interest accrued on impaired loans included in interest income	1,747	1,230	1,747	1,230

Interest income by class of financial assets and liabilities

(EUR 1,000)	Finnvera Group 1–12/2024	Finnvera Group 1–12/2023	Finnvera plc 1–12/2024	Finnvera plc 1–12/2023
Interest income on items carried at amortised cost	590,198	486,109	567,234	459,908
Interest income on items carried at fair value through OCI	83,683	46,038	83,683	46,038
Interest income on items carried at fair value through profit or loss	395,215	315,890	395,215	315,890
Total interest income	**1,069,095**	**848,037**	**1,046,132**	**821,836**
Interest expenses on items carried at amortised cost	-198,186	-147,710	-200,570	-141,081
Interest expenses on items carried at fair value through OCI	-2,475	-4,097	-2,475	-4,097
Interest expenses on items carried at fair value through profit or loss	-729,688	-580,761	-734,536	-592,485
Total interest expenses	**-930,349**	**-732,568**	**-937,582**	**-737,663**

D2 Fee and commission income and expenses by income statement items

(EUR 1,000)	Finnvera Group 1–12/2024	Finnvera Group 1–12/2023	Finnvera plc 1–12/2024	Finnvera plc 1–12/2023
Fee and commission income from guarantees				
Export and credit guarantees and special guarantees	148,019	127,945	148,019	127,945
Domestic financing	36,273	37,745	36,273	37,745
Sub total	**184,292**	**165,690**	**184,292**	**165,690**
Delivery and handling fees				
Export and credit guarantees and special guarantees	991	2,055	991	2,055
Domestic financing	4,109	3,811	4,109	3,811
Sub total	**5,100**	**5,865**	**5,100**	**5,865**
Fee and commission income from loans				
Export loans	11,170	15,121	-	-
Commission income of domestic financing, loans	2,381	2,721	2,277	2,530
Sub total	**13,551**	**17,842**	**2,277**	**2,530**
Other fee and commission income				
Interest balancing, export credit guarantees and special guarantees	3	3	-	-
Other fee and commission income, domestic financing	7	54	7	54
Sub total	**10**	**57**	**7**	**54**
Grand total	**202,953**	**189,454**	**191,676**	**174,139**
Other commission expenses				
Reinsurance, export and credit guarantees and special guarantees	-2,702	-9,214	-2,702	-9,214
Borrowing	-247	-937	-247	-937
Payment transactions	-503	-396	-499	-392
Other fee and commission expenses	-1,530	-1,486	-1,530	-1,486
Grand total	**-4,982**	**-12,032**	**-4,978**	**-12,029**
Net fee and commission income	**197,971**	**177,421**	**186,697**	**162,110**

A B C D E F G H

D3 Gains and losses from financial instruments carried at fair value through profit or loss and foreign exchange gains and losses

	Finnvera Group				Finnvera plc			
(EUR 1,000)	Dividends	Gains and losses from sales	Changes in fair value	Total	Dividends	Gains and losses from sales	Changes in fair value	Total
31 Dec 2024								
From financial instruments recognised through profit or loss								
Derivatives	-	-	142,805	142,805	-	-	-	-
Debt securities in issue	-	-	-202,077	-202,077	-	-	-	-
Investments in debt securities	-	-	62,846	62,846	-	-	-	-
Shares and participations	-	-	-	-	-	-	-	-
Total for financial instruments recognised through profit or loss	**-**	**-**	**3,575**	**3,575**	**-**	**-**	**-**	**-**
By categories of financial instruments, IFRS 9								
Items carried at amortised cost (fair value hedging)	-	-	-177,186	-177,186	-	-	-	-
Items carried at fair value through OCI (fair value hedging)	-	-	62,846	62,846	-	-	-	-
Items carried at fair value through profit and loss (fair value option)	-	-	-24,890	-24,890	-	-	-	-
Items carried at fair value through profit and loss (mandatory)	-	-	142,805	142,805	-	-	-	-
Total	**-**	**-**	**3,575**	**3,575**	**-**	**-**	**-**	**-**
Foreign exchange gains (+) and losses (-)				**4,672**				**3,183**
Total for financial instruments carried at fair value through profit or loss and foreign exchange gains and losses				**8,247**				**3,183**

	Finnvera Group				Finnvera plc			
(EUR 1,000)	Dividends	Gains and losses from sales	Changes in fair value	Total	Dividends	Gains and losses from sales	Changes in fair value	Total
31 Dec 2023								
From financial instruments recognised through profit or loss								
Derivatives	-	-	320,892	320,892	-	-	-	-
Debt securities in issue	-	-	-451,773	-451,773	-	-	-	-
Investments in debt securities	-	-	125,027	125,027	-	-	-	-
Shares and participations	-	-	-	-	-	-	-	-
Total for financial instruments recognised through profit or loss	**-**	**-**	**-5,853**	**-5,853**	**-**	**-**	**-**	**-**
By categories of financial instruments, IFRS 9								
Items carried at amortised cost (fair value hedging)	-	-	-402,875	-402,875	-	-	-	-
Items carried at fair value through OCI (fair value hedging)	-	-	125,027	125,027	-	-	-	-
Items carried at fair value through profit and loss (fair value option)	-	-	-48,898	-48,898	-	-	-	-
Items carried at fair value through profit and loss (mandatory)	-	-	320,892	320,892	-	-	-	-
Total	**-**	**-**	**-5,853**	**-5,853**	**-**	**-**	**-**	**-**
Foreign exchange gains (+) and losses (-)				**-3,609**				**-3,007**
Total for financial instruments carried at fair value through profit or loss and foreign exchange gains and losses				**-9,463**				**-3,007**

In the Group, Finnish Export Credit Ltd's business area is export credit financing operations. On the basis of a separate management agreement, the parent company takes care of funding and asset management related to export credit financing on behalf of Finnish Export Credit Ltd. In its financial statements, Finnvera plc recognises Finnish Export Credit Ltd's share of the change in the fair value of liabilities and derivatives either as a liability to or as a receivable from Finnish Export Credit Ltd, depending on the final outcome of the change, which means that this share of the change in the fair value of liabilities and derivatives comes to the consolidated financial statements from Finnish Export Credit Ltd's figures. The receivable from Finnish Export Credit Ltd is included in other assets (Note E6), if a liability it is included in other liabilities (Note E12).

D4 Net income from investments

	Finnvera Group		Finnvera plc	
(EUR 1,000)	**1–12/2024**	**1–12/2023**	**1–12/2024**	**1–12/2023**
Net gains and losses from investments in debt securities not carried at fair value through profit or loss				
- Debt securities carried at fair value through other comprehensive income (OCI)	-10,936	-36,483	-10,936	-36,483
- Debt securities carried at amortised cost	3	-	3	-
Net gains and losses from derivatives, hedge accounting				
- Derivatives carried at fair value through other comprehensive income (OCI)	10,543	36,812	10,543	36,812
Total	**-390**	**330**	**-390**	**330**

D5 Other operating income

	Finnvera Group		Finnvera plc	
(EUR 1,000)	**1–12/2024**	**1–12/2023**	**1–12/2024**	**1–12/2023**
Management fees	90	90	90	90
Rental income	10	17	10	17
Other	316	69	316	69
Collection of the deficit in export credit financing from Finnish Export Credit Ltd	-	-	6,053	7,393
Total	**415**	**176**	**6,468**	**7,569**

D6 Operational expenses

D6.1 Personnel expenses

	Finnvera Group		Finnvera plc	
(EUR 1,000)	**1–12/2024**	**1–12/2023**	**1–12/2024**	**1–12/2023**
Wages and salaries	-27,124	-26,660	-27,117	-26,654
Pension costs				
- Defined contribution plans	-4,617	-4,431	-4,617	-4,431
- Defined benefit plans	-32	-145	-32	-145
Other social security costs	-1,075	-1,249	-1,075	-1,249
Total	**-32,848**	**-32,485**	**-32,840**	**-32,479**

D6.2 Other operational expenses

	Finnvera Group		Finnvera plc	
(EUR 1,000)	**1–12/2024**	**1–12/2023**	**1–12/2024**	**1–12/2023**
Other voluntary staff expenses	-3,160	-2,521	-3,151	-2,516
IT expenses	-7,681	-7,412	-7,667	-7,399
Marketing and communication expenses	-1,082	-1,074	-1,082	-1,074
Data acquisition costs	-1,888	-1,862	-1,888	-1,862
Debt collections expenses	-1,161	-977	-1,161	-977
External services	-1,909	-640	-1,848	-585
- of which auditor's fees	-323	-159	-300	-151
Other operational expenses	-2,783	-2,711	-2,763	-2,666
Total	**-19,665**	**-17,197**	**-19,560**	**-17,078**

D6.2.1 Auditor's fees

	Finnvera Group		Finnvera plc	
(EUR 1,000)	**1–12/2024**	**1–12/2023**	**1–12/2024**	**1–12/2023**
Fees for statutory audit	-250	-126	-228	-118
- Ernst & Young	-166	-	-152	-
- KPMG	-84	-126	-76	-118
Fees for expert services provided by auditors	-73	-33	-73	-33
- Ernst & Young	-61	-	-61	-
- KPMG	-12	-33	-12	-33
Total	**-323**	**-159**	**-300**	**-151**

D7 Depreciation and amortisation on tangible and intangible assets

D7.1 Depreciation and amortisation on tangible and intangible assets

	Finnvera Group		Finnvera plc	
(EUR 1,000)	**1–12/2024**	**1–12/2023**	**1–12/2024**	**1–12/2023**
Intangible assets	**-3,164**	**-2,723**	**-3,164**	**-2,723**
- Amortisations, digitalisation	-1,396	-1,352	-1,396	-1,352
- Amortisations, IT applications and other intangible assets	-400	-310	-400	-310
- Amortisations, right-of-use assets (IFRS 16)	-1,368	-1,062	-1,368	-1,062
Tangible assets	**-2,089**	**-2,142**	**-2,089**	**-2,142**
- Depreciations, machinery and equipment	-60	-65	-60	-65
- Depreciations, cars	-191	-74	-191	-74
- Depreciations, right-of-use assets (IFRS 16)	-1,838	-2,003	-1,838	-2,003
Total	**-5,253**	**-4,865**	**-5,253**	**-4,865**

D7.2 IFRS 16 impact on the income statement

	Finnvera Group		Finnvera plc	
(EUR 1,000)	**1–12/2024**	**1–12/2023**	**1–12/2024**	**1–12/2023**
Income statement item				
- Interest expenses, IFRS 16	-56	-46	-56	-46
- Depreciation and amortisation, IFRS 16	-3,397	-3,139	-3,397	-3,139
Other operational expenses				
- Expenses relating to leases of low-value assets	-347	-322	-347	-322
Operating result	**-3,800**	**-3,507**	**-3,800**	**-3,507**
- Change in deferred taxes	-	-	-	-
Result for the period	**-3,800**	**-3,507**	**-3,800**	**-3,507**
Cash outflow for leases	**-3,068**	**-3,230**	**-3,068**	**-3,230**

D8 Other operating expenses

	Finnvera Group		Finnvera plc	
(EUR 1,000)	**1–12/2024**	**1–12/2023**	**1–12/2024**	**1–12/2023**
Rental expenses				
- Office rental expenses, gross	-2,093	-2,166	-2,093	-2,166
- Reversal entry of right-of-use assets (IFRS 16)	1,853	1,959	1,853	1,959
Expenses from property in own use	-332	-265	-332	-265
Other operating expenses	-1,381	-	-1,381	-
Total	**-1,954**	**-472**	**-1,954**	**-472**

D9 Income tax expense

	Finnvera Group	
(EUR 1,000)	**1–12/2024**	**1–12/2023**
Current period tax	-7,246	-7,585
Deferred taxes (Note E8)	-836	2,012
Total	**-8,082**	**-5,573**

By virtue of §20 of the Income Tax Act, Finnvera plc is exempt from income tax. Finnish Export Credit Ltd is liable for income tax.

	Finnvera plc		Finnish Export Credit Ltd	
	1–12/2024	**1–12/2023**	**1–12/2024**	**1–12/2023**
Corporation tax rate	0	0	20	20

Reconciliation of tax at standard rate with taxes in profit and loss account.

	Finnvera Group		Finnvera plc		Finnish Export Credit Ltd	
(EUR 1,000)	**1–12/2024**	**1–12/2023**	**1–12/2024**	**1–12/2023**	**1–12/2024**	**1–12/2023**
Profit before tax	235,791	438,934	195,384	406,340	40,407	32,594
Effective tax rate	-8,081	-6,519	-	-	-8,081	-6,519
Non-deductible expenses	-1	-	-	-	-1	-
Tax adjustments	-	946	-	-	-	946
Taxes in income statement	**-8,082**	**-5,573**	**-**	**-**	**-8,082**	**-5,573**

E Notes to the balance sheet

E1 Loans to and receivables from credit institutions

	Finnvera Group		Finnvera plc	
(EUR 1,000)	31 Dec 2024	31 Dec 2023	31 Dec 2024	31 Dec 2023
Payable on demand	308,844	1,057,133	265,583	821,747
Investment accounts and deposits	171,206	271,388	171,206	271,388
Export credits	98,633	28,014	-	-
Total	**578,684**	**1,356,534**	**436,789**	**1,093,135**

E2 Loans to and receivables from customers

	Finnvera Group		Finnvera plc	
(EUR 1,000)	31 Dec 2024	31 Dec 2023	31 Dec 2024	31 Dec 2023
Loans	**7,197,160**	**7,761,434**	**7,366,466**	**8,102,906**
- Subordinated loans	1,753	1,753	1,753	1,753
- Other loans	7,328,927	7,951,676	908,688	664,504
- Expected credit losses/ Impairment losses	-133,520	-191,995	-55,389	-36,709
- Loans to Group companies	-	-	6,511,415	7,473,358
Debt securities	**30,130**	**30,046**	**30,130**	**30,046**
- Domestic financing bonds	30,130	30,046	30,130	30,046
Guarantee receivables	**46,449**	**37,181**	**46,449**	**37,181**
- Guarantee receivables, gross 31 Dec	77,483	61,761	77,483	61,761
- Expected credit losses	-31,034	-24,580	-31,034	-24,580
Receivables from export credit and special guarantee operations	**114,715**	**95,730**	**114,715**	**95,730**
- Fee and commission receivables, IFRS 15	1,740	-527	1,740	-527
- Book value of recovery receivables on 31 Dec	112,974	96,256	112,974	96,256
- Nominal value of recovery receivables	192,501	167,865	192,501	167,865
- Impairment losses on recovery receivables	-79,526	-71,608	-79,526	-71,608
Total	**7,388,454**	**7,924,390**	**7,557,760**	**8,265,862**

E3 Investments

	Finnvera Group		Finnvera plc	
(EUR 1,000)	31 Dec 2024	31 Dec 2023	31 Dec 2024	31 Dec 2023
Debt securities				
Certificates of deposits and bonds	3,314,159	2,402,134	3,314,159	2,402,134
Commercial papers	73,265	110,958	73,265	110,958
Local authority papers	1,895,323	1,027,584	1,895,323	1,027,584
Total	**5,282,747**	**3,540,676**	**5,282,747**	**3,540,676**
Investments in Group companies				
Acquisition cost at 31 Dec	**-**	**-**	**20,182**	**20,182**
- Acquisition cost at 1 Jan	-	-	20,182	20,182
Accumulated impairment losses at 31 Dec	**-**	**-**	**-**	**-**
- Accumulated impairment losses at 1 Jan	-	-	-	-
- Impairment losses during the period	-	-	-	-
Total	**-**	**-**	**20,182**	**20,182**
Other shares and participations				
Acquisition cost at 31 Dec	**13,687**	**13,723**	**13,687**	**13,723**
- Acquisition cost at 1 Jan	13,687	13,723	13,687	13,723
Accumulated fair value adjustments at 31 Dec	**-**	**-**	**-**	**-**
- Accumulated fair value adjustments at 1 Jan	-	-	-	-
- Fair value adjustments during the period	-	-	-	-
Total	**13,687**	**13,723**	**13,687**	**13,723**
Investments total	**5,296,434**	**3,554,398**	**5,316,616**	**3,574,580**

E4 Realised losses and changes in expected credit losses (ECL)

E4.1 Realised credit losses and change in depreciations

	Finnvera Group				Finnvera plc			
(EUR 1,000)	1–12/2024		1–12/2023		1–12/2024		1–12/2023	
Total realised credit losses		**-120,584**		**-128,436**		**-120,584**		**-128,436**
- Loans	-10,104		-8,665		-10,104		-8,665	
- Guarantees	-33,840		-27,810		-33,840		-27,810	
- Export credit guarantees and special guarantees	-76,640		-91,962		-76,640		-91,962	
Credit loss compensation from the State		**20,493**		**18,230**		**20,493**		**18,230**
Change in expected credit losses (ECL) decrease (+) / increase (-)		**50,611**		**320,227**		**50,573**		**320,267**
- Expected credit losses at the beginning of the period, gross	1,195,704		1,515,930		1,195,658		1,515,926	
- Expected credit losses at the end of the period, gross	1,145,092		1,195,704		1,145,085		1,195,658	
Total, net		**-49,480**		**210,020**		**-49,518**		**210,061**

E4.2 Changes in expected credit losses

	Finnvera Group 31 Dec 2024			Finnvera Group 31 Dec 2023		
Financial assets (EUR 1,000)	**ECL 31 Dec 2023**	**ECL 31 Dec 2024**	**Change in ECL**	**ECL 31.12.2022**	**ECL 31 Dec 2023**	**Change in ECL**
Loans and receivables from credit institutions	-238	-43	**195**	-156	-238	**-82**
Investment accounts and deposits	-105	-49	**56**	-	-105	**-105**
Loans and receivables from customers	-288,183	-244,081	**44,103**	-1,179,370	-288,183	**891,187**
Debt securities	-422	-168	**254**	-544	-422	**122**
Other assets	-94	-	**94**	-94	-94	**0**
Prepayments and accrued income	-2,067	-2,920	**-853**	-1,342	-2,067	**-725**
Change in expected credit losses: decrease (+) / increase (-)	**-291,110**	**-247,260**	**43,850**	**-1,181,506**	**-291,110**	**890,396**
Financial liabilities (EUR 1,000)						
Provisions	-900,814	-893,335	**7,479**	-332,632	-900,814	**-568,182**
Equity - Fair value	-3,780	-4,498	**-718**	-1,792	-3,780	**-1,988**
Change in expected credit losses: decrease (+) / increase (-)	**-904,594**	**-897,833**	**6,761**	**-334,424**	**-904,594**	**-570,170**
Change in expected credit losses: decrease (+) / increase (-), net			**50,611**			**320,226**

	Finnvera plc 31 Dec 2024			Finnvera plc 31 Dec 2023		
Financial assets (EUR 1,000)	**ECL 31 Dec 2023**	**ECL 31 Dec 2024**	**Change in ECL**	**ECL 31.12.2022**	**ECL 31 Dec 2023**	**Change in ECL**
Loans and receivables from credit institutions	-193	-35	**157**	-152	-193	**-41**
Investment accounts and deposits	-105	-49	**56**	-	-105	**-105**
Loans and receivables from customers	-132,898	-165,950	**-33,052**	-91,477	-132,898	**-41,421**
Debt securities	-422	-168	**254**	-544	-422	**122**
Other assets [1]	-94	-	**94**	-94	-94	**0**
Prepayments and accrued income	-2,067	-2,920	**-853**	-1,342	-2,067	**-725**
Change in expected credit losses: decrease (+) / increase (-)	**-135,778**	**-169,121**	**-33,343**	**-93,609**	**-135,778**	**-42,169**
Financial liabilities (EUR 1,000)						
Provisions	-1,056,100	-971,466	**84,634**	-1,420,525	-1,056,100	**364,425**
Equity - Fair value	-3,780	-4,498	**-718**	-1,792	-3,780	**-1,988**
Change in expected credit losses: decrease (+) / increase (-)	**-1,059,880**	**-975,964**	**83,916**	**-1,422,317**	**-1,059,880**	**362,437**
Change in expected credit losses: decrease (+) / increase (-), net			**50,573**			**320,268**

E4.3 Expected credit losses (ECL) distributed to IFRS 9 stages

Financial assets (EUR 1,000)	Finnvera Group 31 Dec 2024 Stage 1	Stage 2	Stage 3	Total	Finnvera Group 31 Dec 2023 Stage 1	Stage 2	Stage 3	Total
Loans and receivables from credit institutions	43	-	-	**43**	238	-	-	**238**
Loans and receivables from customers	75,142	87,182	88,978	**251,302**	21,690	193,150	78,922	**293,762**
Investments	412	-	-	**412**	889	-	-	**889**
Off-balance sheet items	53,317	825,740	14,279	**893,335**	62,399	796,662	41,754	**900,814**
Total	**128,914**	**912,921**	**103,257**	**1,145,092**	**85,216**	**989,812**	**120,676**	**1,195,704**

Financial assets (EUR 1,000)	Finnvera plc 31 Dec 2024 Stage 1	Stage 2	Stage 3	Total	Finnvera plc 31 Dec 2023 Stage 1	Stage 2	Stage 3	Total
Loans and receivables from credit institutions	35	-	-	**35**	193	-	-	**193**
Loans and receivables from customers	22,575	61,618	88,978	**173,171**	9,746	49,808	78,922	**138,476**
Investments	412	-	-	**412**	889	-	-	**889**
Off-balance sheet items	105,883	851,304	14,279	**971,466**	74,342	940,004	41,754	**1,056,100**
Total	**128,907**	**912,921**	**103,257**	**1,145,085**	**85,170**	**989,812**	**120,676**	**1,195,658**

E4.4 Distribution of customer funding's expected credit losses between IFRS 9 stages and business areas

E4.4.1 Loans and receivables from customers

Loans and receivables from customers include all depreciations of assets excl. loans and receivables from credit institutions and investments.

(EUR 1,000)	Finnvera Group 31 Dec 2024 Stage 1	Stage 2	Stage 3	Total	Finnvera Group 31 Dec 2023 Stage 1	Stage 2	Stage 3	Total
ECL at the beginning of the period	**21,690**	**193,150**	**78,922**	**293,762**	**5,469**	**1,105,068**	**71,592**	**1,182,130**
Changes in ECL during the reporting period	42,764	-9,157	-4,916	**28,691**	4,753	-1,077,124	-3,025	**-1,075,397**
Transfers to stage 1 from stages 2 and 3	-	-100,127	-128	**-100,254**	-	266,767	-3,627	**263,140**
Transfers to stage 2 from stages 1 and 3	-1,691	-	-1,422	**-3,113**	-2,035	-	-1,095	**-3,130**
Transfers to stage 3 from stages 1 and 2	-200	-1,529	-	**-1,729**	-666	-4,559	-	**-5,226**
Additions from stage 1	-	6,693	2,573	**9,266**	-	5,347	3,054	**8,400**
Additions from stage 2	127	-	4,354	**4,481**	9,416	-	5,127	**14,543**
Additions from stage 3	80	351	-	**431**	79	208	-	**287**
ECL from new finances	13,359	779	17,665	**31,804**	12,040	157	21,202	**33,398**
Repayments/Expirations of guarantees	-3,909	-2,088	-9,180	**-15,176**	-723	-18,948	-14,306	**-33,978**
Change in calculation parameters	2,923	-893	2	**2,032**	-6,643	-83,764	0	**-90,407**
Change in State's credit loss compensation rate	-	2	1,107	**1,109**	-	-	-	**-**
ECL at the end of the period	**75,142**	**87,182**	**88,978**	**251,302**	**21,690**	**193,150**	**78,922**	**293,762**
Net change in ECL during the reporting period				**-42,460**				**-888,368**
Locally operating small companies	432	1,187	11,345	**12,964**	440	1,381	9,924	**11,745**
SMEs focusing on the domestic markets	1,465	2,013	22,563	**26,040**	1,508	2,685	19,207	**23,400**
SMEs seeking growth and internationalisation	3,225	3,854	29,567	**36,646**	2,406	2,719	25,767	**30,893**
Large corporates	70,019	80,128	25,504	**175,651**	17,335	186,365	24,024	**227,724**
Total	**75,142**	**87,182**	**88,978**	**251,302**	**21,690**	**193,150**	**78,922**	**293,762**
Realised credit losses	**367**	**206**	**9,553**	**10,126**	**166**	**565**	**7,944**	**8,675**

	Finnvera plc				Finnvera plc			
	31 Dec 2024				31 Dec 2023			
(EUR 1,000)	**Stage 1**	**Stage 2**	**Stage 3**	**Total**	**Stage 1**	**Stage 2**	**Stage 3**	**Total**
ECL at the beginning of the period	**9,746**	**49,808**	**78,922**	**138,476**	**7,911**	**14,734**	**71,592**	**94,237**
Changes in ECL during the reporting period	-625	5,634	-4,916	**94**	-749	35,871	-3,025	**32,097**
Transfers to stage 1 from stages 2 and 3	-	-622	-128	**-750**	-	-1,157	-3,627	**-4,784**
Transfers to stage 2 from stages 1 and 3	-1,691	-	-1,422	**-3,113**	-2,035	-	-1,095	**-3,130**
Transfers to stage 3 from stages 1 and 2	-200	-1,529	-	**-1,729**	-666	-4,559	-	**-5,226**
Additions from stage 1	-	6,693	2,573	**9,266**	-	5,347	3,054	**8,400**
Additions from stage 2	127	-	4,354	**4,481**	243	-	5,127	**5,370**
Additions from stage 3	80	351	-	**431**	79	208	-	**287**
ECL from new finances	13,328	779	17,665	**31,772**	12,040	157	21,202	**33,398**
Repayments/Expirations of guarantees	-1,183	-449	-9,180	**-10,811**	-591	-439	-14,306	**-15,337**
Change in calculation parameters	2,993	950	2	**3,945**	-6,485	-352	0	**-6,837**
Change in State's credit loss compensation rate	-	2	1,107	**1,109**	-	-	-	**-**
ECL at the end of the period	**22,575**	**61,618**	**88,978**	**173,171**	**9,746**	**49,808**	**78,922**	**138,476**
Net change in ECL during the reporting period				**34,695**				**44,240**
Locally operating small companies	432	1,187	11,345	**12,964**	440	1,381	9,924	**11,745**
SMEs focusing on the domestic markets	1,465	2,013	22,563	**26,040**	1,508	2,685	19,207	**23,400**
SMEs seeking growth and internationalisation	3,194	3,854	29,567	**36,615**	2,406	1,808	25,767	**29,981**
Large corporates	17,484	54,563	25,504	**97,552**	5,392	43,934	24,024	**73,350**
Total	**22,575**	**61,618**	**88,978**	**173,171**	**9,746**	**49,808**	**78,922**	**138,476**
Realised credit losses	**367**	**206**	**9,553**	**10,126**	**166**	**565**	**7,944**	**8,675**

E4.4.2 Off balance sheet items

	Finnvera Group				Finnvera Group			
	31 Dec 2024				31 Dec 2023			
(EUR 1,000)	**Stage 1**	**Stage 2**	**Stage 3**	**Total**	**Stage 1**	**Stage 2**	**Stage 3**	**Total**
ECL at the beginning of the period	**62,399**	**796,662**	**41,754**	**900,814**	**55,426**	**240,071**	**37,135**	**332,632**
Changes in ECL during the reporting period	-14,533	-111,173	-3,273	**-128,979**	-13,693	649,209	23,072	**658,588**
Transfers to stage 1 from stages 2 and 3	-	-12,296	-6	**-12,302**	-	30,448	1,385	**31,834**
Transfers to stage 2 from stages 1 and 3	-2,717	-	-522	**-3,239**	-9,007	-	-30	**-9,037**
Transfers to stage 3 from stages 1 and 2	-333	-2,890	-	**-3,224**	-551	-570	-	**-1,122**
Additions from stage 1	-	9,726	3,907	**13,633**	-	15,107	8,034	**23,141**
Additions from stage 2	1,322	-	4,471	**5,793**	7,728	-	1,711	**9,439**
Additions from stage 3	0	153	-	**153**	26	5	-	**31**
ECL from new finances	15,747	76,397	714	**92,859**	34,253	936	2,564	**37,752**
Repayments/Expirations of guarantees	-12,257	-89,944	-32,765	**-134,967**	-17,633	-125,256	-20,597	**-163,485**
Change in calculation parameters	3,689	159,105	-	**162,793**	5,850	-13,289	-11,521	**-18,960**
Change in State's credit loss compensation rate	-	-	-	**-**	-	-	-	**-**
ECL at the end of the period	**53,317**	**825,740**	**14,279**	**893,335**	**62,399**	**796,662**	**41,753**	**900,814**
Net change in ECL during the reporting period				**-7,479**				**568,182**
Locally operating small companies	4,346	5,585	981	**10,912**	3,853	4,810	1,050	**9,712**
SMEs focusing on the domestic markets	8,199	3,887	5,859	**17,945**	7,391	4,395	8,049	**19,835**
SMEs seeking growth and internationalisation	20,414	6,093	4,956	**31,463**	18,831	3,504	7,184	**29,519**
Large corporates	20,358	810,174	2,482	**833,014**	32,324	783,954	25,471	**841,748**
Total	**53,317**	**825,740**	**14,279**	**893,335**	**62,399**	**796,662**	**41,754**	**900,814**
Realised credit losses	**1,302**	**662**	**108,493**	**110,458**	**885**	**1,265**	**117,612**	**119,761**

(EUR 1,000)	Finnvera plc 31 Dec 2024 Stage 1	Stage 2	Stage 3	Total	Finnvera plc 31 Dec 2023 Stage 1	Stage 2	Stage 3	Total
ECL at the beginning of the period	**74,342**	**940,004**	**41,754**	**1,056,100**	**56,299**	**1,333,721**	**30,506**	**1,420,525**
Changes in ECL during the reporting period	28,856	-125,965	-3,273	**-100,382**	-11,507	-467,101	29,702	**-448,905**
Transfers to stage 1 from stages 2 and 3	-	-111,801	-6	**-111,807**	-	298,373	1,385	**299,758**
Transfers to stage 2 from stages 1 and 3	-2,717	-	-522	**-3,239**	-9,007	-	-30	**-9,037**
Transfers to stage 3 from stages 1 and 2	-333	-2,890	-	**-3,224**	-551	-570	-	**-1,122**
Additions from stage 1	-	9,726	3,907	**13,633**	-	15,107	8,034	**23,141**
Additions from stage 2	1,322	-	4,471	**5,793**	16,902	-	1,711	**18,613**
Additions from stage 3	0	153	-	**153**	26	5	-	**31**
ECL from new finances	15,779	76,397	714	**92,890**	34,253	936	2,564	**37,752**
Repayments/Expirations of guarantees	-14,983	-91,583	-32,765	**-139,332**	-17,764	-143,764	-20,597	**-182,126**
Change in calculation parameters	3,618	157,261	-	**160,880**	5,692	-96,702	-11,521	**-102,531**
Change in State's credit loss compensation rate	-	-	-	**-**	-	-	-	**-**
ECL at the end of the period	**105,883**	**851,304**	**14,279**	**971,466**	**74,342**	**940,004**	**41,754**	**1,056,100**
Net change in ECL during the reporting period				**-84,634**				**-364,425**
Locally operating small companies	4,346	5,585	981	**10,912**	3,853	4,810	1,050	**9,712**
SMEs focusing on the domestic markets	8,199	3,887	5,859	**17,945**	7,391	4,395	8,049	**19,835**
SMEs seeking growth and internationalisation	20,445	6,093	4,956	**31,494**	18,831	4,415	7,184	**30,430**
Large corporates	72,893	835,738	2,482	**911,114**	44,267	926,385	25,471	**996,123**
Total	**105,883**	**851,304**	**14,279**	**971,466**	**74,342**	**940,004**	**41,754**	**1,056,100**
Realised credit losses	**1,302**	**662**	**108,493**	**110,458**	**885**	**1,265**	**117,612**	**119,761**

E5 Intangible and tangible assets

E5.1 Intangible assets

(EUR 1,000)	Finnvera Group/Finnvera plc 2024 Digitalisation	IT applications and other intangible assets	Right-of-use-assets (IFRS 16)	Projects in progress	Total
Carrying amount at 1 Jan	**3,547**	**672**	**3,008**	**2,484**	**9,711**
- Acquisition cost at 1 Jan	10,760	5,770	8,541	2,484	**27,555**
- Additions	1,633	352	2,117	1,333	**5,435**
- Disposals	-	-	-	-	**-**
Acquisition cost at 31 Dec	**12,394**	**6,121**	**10,658**	**3,817**	**32,989**
- Accumulated amortisation and impairment losses at 1 Jan	-7,213	-5,097	-5,533	-	**-17,843**
- Accumulated amortisation on disposals	-	-	-	-	**-**
- Amortisation for the period	-1,396	-264	-1,368	-136	**-3,164**
Accumulated amortisation and impairment losses at 31 Dec	**-8,609**	**-5,361**	**-6,901**	**-136**	**-21,008**
Carrying amount at 31 Dec	**3,784**	**760**	**3,757**	**3,681**	**11,982**

(EUR 1,000)	Finnvera Group/Finnvera plc 2023 Digitalisation	IT applications and other intangible assets	Right-of-use-assets (IFRS 16)	Projects in progress	Total
Carrying amount at 1 Jan	**2,166**	**854**	**4,069**	**604**	**7,693**
- Acquisition cost at 1 Jan	8,027	5,642	8,541	604	**22,813**
- Additions	2,733	128	-	1,880	**4,742**
- Disposals	-	-	-	-	**-**
Acquisition cost at 31 Dec	**10,760**	**5,770**	**8,541**	**2,484**	**27,555**
- Accumulated amortisation and impairment losses at 1 Jan	-5,862	-4,787	-4,471	-	**-15,120**
- Accumulated amortisation on disposals	-	-	-	-	**-**
- Amortisation for the period	-1,352	-310	-1,062	-	**-2,723**
Accumulated amortisation and impairment losses at 31 Dec	**-7,213**	**-5,097**	**-5,533**	**-**	**-17,843**
Carrying amount at 31 Dec	**3,547**	**672**	**3,008**	**2,484**	**9,711**

E5.2 Tangible assets

(EUR 1,000)	Finnvera Group/Finnvera plc 2024 Machinery and equipment	Cars	Right-of-use-assets (IFRS 16)	Total
Carrying amount at 1 Jan	**135**	**360**	**2,856**	**3,352**
- Acquisition cost at 1 Jan	509	434	13,216	**14,159**
- Additions	57	490	3,947	**4,493**
- Disposals	-	-	-6,307	**-6,307**
Acquisition cost at 31 Dec	**566**	**923**	**10,856**	**12,345**
- Accumulated depreciation and impairment losses at 1 Jan	-374	-74	-10,360	**-10,807**
- Accumulated depreciation on disposals	-	-	-	**-**
- Depreciation for the period	-60	-191	4,469	**4,218**
Accumulated depreciations and impairment losses at 31 Dec	**-434**	**-265**	**-5,891**	**-6,589**
Carrying amount at 31 Dec	**132**	**659**	**4,965**	**5,756**

(EUR 1,000)	Finnvera Group/Finnvera plc 2023 Machinery and equipment	Cars	Right-of-use-assets (IFRS 16)	Total
Carrying amount at 1 Jan	**145**	**197**	**1,564**	**1,906**
- Acquisition cost at 1 Jan	455	197	10,448	**11,099**
- Additions	55	237	-	**292**
- Disposals	-	-	2,768	**2,768**
Acquisition cost at 31 Dec	**509**	**434**	**13,216**	**14,159**
- Accumulated depreciation and impairment losses at 1 Jan	-309	-	-8,884	**-9,193**
- Accumulated depreciation on disposals	-	-	-	**-**
- Depreciation for the period	-65	-74	-1,475	**-1,614**
Accumulated depreciations and impairment losses at 31 Dec	**-374**	**-74**	**-10,360**	**-10,807**
Carrying amount at 31 Dec	**135**	**360**	**2,856**	**3,352**

E5.3 Notes to the tangible and intangible assets according to IFRS 16, balance sheet items of the right-of-the-use assets

(EUR 1,000)	Finnvera Group/Finnvera plc 31 Dec 2024	31 Dec 2023
Right-of-use-asset		
Intangible assets		
- IT Applications	3,757	3,008
Total	**3,757**	**3,008**
Tangible assets		
- Office properties	4,965	2,831
- Lease cars	-	25
Total	**4,965**	**2,856**

(EUR 1,000)	Finnvera Group/Finnvera plc 31 Dec 2024	31 Dec 2023
Other liabilities		
Lease liabilities		
- IT applications	3,449	2,513
- Office properties	4,993	2,849
- Lease cars	-	48
Total	**8,441**	**5,409**

(EUR 1,000)	Finnvera Group/Finnvera plc 31 Dec 2024	31 Dec 2023
Lease liabilities		
Carrying amount at 31 Dec	8,441	5,409
Maturity based on contract		
<1	131	70
1-2 year		219
2-3 year		
3-4 year		
4-5 year		
over 5 year	8,310	5,120

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E6 Other assets

(EUR 1,000)	Finnvera Group 31 Dec 2024	Finnvera Group 31 Dec 2023	Finnvera plc 31 Dec 2024	Finnvera plc 31 Dec 2023
Credit loss receivables from the State [1]	10,650	11,744	10,650	11,744
Export credit finance deficit receivable from subsidiaries	-	-	6,053	7,393
Internal other receivables from subsidiaries [2]	-	-	2,452	10,241
Trade receivables of venture capital investments	-	4,604	-	4,604
Fund payment from The State Guarantee Fund	349,023	349,023	349,023	349,023
Other	418	811	416	811
Total	**360,091**	**366,181**	**368,593**	**383,816**

1 The state and the European Regional Development Fund (ERDF) has granted Finnvera commitments to partially compensate Finnvera for the credit and guarantee losses. The commitments enable Finnvera to take higher risks in domestic business than financiers operating on commercial grounds.
2 In its financial statements, Finnvera plc recognises Finnish Export Credit Ltd's share of the change in the fair value of liabilities and derivatives either as a liability to or as a receivable from Finnish Export Credit Ltd, depending on the final outcome of the change. At the end of the financial period 2024, the accumulated fair value receivable from Finnish Export Credit Ltd amounted to EUR 2.5 million.

E7 Prepayments and accrued income

(EUR 1,000)	Finnvera Group 31 Dec 2024	Finnvera Group 31 Dec 2023	Finnvera plc 31 Dec 2024	Finnvera plc 31 Dec 2023
Interest and interest subsidy receivables	246,957	227,200	181,486	136,967
Group internal interest receivables	-	-	43,707	65,400
Fee and commission receivables, IFRS 15	5,061	5,513	3,594	3,911
Reinsurance premiums paid in advance, IFRS 15	29,804	19,716	29,804	19,716
Cash collateral given for derivatives	689,490	735,170	689,490	735,170
Prepayments and other accrued income	1,090	1,001	1,086	995
Internal prepayments and other accrued income	-	-	-	1,004
Total	**972,402**	**988,599**	**949,168**	**963,163**

E8 Tax assets and liabilities

(EUR 1,000)	Finnvera Group 2024	Finnvera Group 2023
Deferred tax assets at 1 Jan	2,776	764
Increase/decrease to income statement during the period	-836	2,012
Deferred tax assets at 31 Dec	**1,941**	**2,776**
Current income tax assets	**171**	**-**
Total tax assets	**2,112**	**2,776**

(EUR 1,000)	Finnvera Group 2024	Finnvera Group 2023
Deferred tax liabilities at 1 Jan	-	-
Increase/decrease to income statement during the period	-	-
Deferred tax liabilities at 31 Dec	**-**	**-**
Total deferred tax liabilities	**-**	**-**
Current income tax liabilities	**-**	**168**
Total tax liabilities	**-**	**168**
Deferred tax, net at 31 Dec	**1,941**	**2,776**

By virtue of §20 of the Income Tax Act, Finnvera plc is exempt from income tax. Deferred tax liability that has arisen when Finnish Export Credit Ltd's the fair value of the derivative contracts of the subsidiary engaged in credit operations is measured according to IFRS regulations.

E9 Liabilities to credit and other institutions

(EUR 1,000)	Finnvera Group 2024 Nominal value	Finnvera Group 2024 Carrying amount	Finnvera plc 2024 Nominal value	Finnvera plc 2024 Carrying amount
Liabilities to credit and other institutions				
1 Jan 2024	**128,525**	**128,525**	**286,150**	**286,150**
Loans withdrawn	72,631	72,631	492,631	492,631
Repayments	-102,585	-102,585	-472,668	-472,668
Net proceeds (+) and repayments (-) of short-term loans [1]	-	-	-	-
Early repayments	-	-	-	-
Fair value changes		-		-
Foreign exchange differences	4,956	4,956	4,956	4,956
31 Dec 2024	**103,527**	**103,527**	**311,069**	**311,069**

(EUR 1,000)	Finnvera Group 2023 Nominal value	Finnvera Group 2023 Carrying amount	Finnvera plc 2023 Nominal value	Finnvera plc 2023 Carrying amount
Liabilities to credit and other institutions				
1 Jan 2023	**37,292**	**37,292**	**175,000**	**175,000**
Loans withdrawn	119,547	119,547	485,374	485,374
Repayments	-26,961	-26,961	-372,893	-372,893
Net proceeds (+) and repayments (-) of short-term loans [1]	-	-	-	-
Early repayments	-	-	-	-
Fair value changes	-	-		-
Foreign exchange differences	-1,353	-1,353	-1,332	-1,332
31 Dec 2023	**128,525**	**128,525**	**286,150**	**286,150**

1 The gross amounts of short-term liabilities are presented in the notes of the cash flow statement.

E10 Debt securities in issue

EMTN debt programme

Issuer and ISIN (EUR 1,000)	Interest	Nominal (thousands)	Currency	Issue date	Maturity date	Finnvera plc/ Finnvera Group Carrying amount 31 Dec 2024	Finnvera plc/ Finnvera Group Carrying amount 31 Dec 2023
Finnvera plc - XS1951364915	2.800%	30,000	AUD	14.2.2019	14.8.2029	16,583	16,676
Finnvera plc - XS1951364915	2.800%	30,000	AUD	13.11.2019	14.8.2029	16,583	16,676
Finnvera plc - XS1392927072	0.500%	1,000,000	EUR	13.4.2016	13.4.2026	976,908	949,939
Finnvera plc - XS1613374559	1.125%	750,000	EUR	17.5.2017	17.5.2032	691,949	676,636
Finnvera plc - XS1613374559	1.125%	100,000	EUR	3.7.2017	17.5.2032	92,260	90,218
Finnvera plc - XS1613374559	1.125%	150,000	EUR	6.9.2017	17.5.2032	138,390	135,327
Finnvera plc - XS1791423178	1.250%	1,000,000	EUR	14.3.2018	14.7.2033	924,837	904,942
Finnvera plc - XS1904312318	0.750%	500,000	EUR	7.11.2018	7.8.2028	472,063	464,220
Finnvera plc - XS1979447064	0.375%	1,000,000	EUR	9.4.2019	9.4.2029	927,120	901,944
Finnvera plc - XS2230845328	0.000%	1,000,000	EUR	15.9.2020	15.9.2027	943,046	913,317
Finnvera plc - XS2529521283	2.125%	1,000,000	EUR	8.9.2022	8.3.2028	1,000,170	990,086
Finnvera plc - XS2830098666	2.875%	1,000,000	EUR	30.5.2024	30.8.2029	1,024,092	
Finnvera plc - XS1538285807	1.910%	1,500,000	SEK	20.12.2016	20.12.2028	126,386	129,689
Finnvera plc - XS1538285807	1.910%	1,500,000	SEK	23.1.2017	20.12.2028	126,386	129,689
Finnvera plc - XS1538285807	1.910%	500,000	SEK	23.1.2017	20.12.2028	42,129	43,230
Finnvera plc - XS1241947768	2.375%	500,000	USD	4.6.2015	4.6.2025	477,017	437,799
Finnvera plc - XS2068940753	1.625%	1,000,000	USD	23.10.2019	23.10.2024		878,177
Finnvera Plc - XS2401591800	1.125%	1,000,000	USD	27.10.2021	27.10.2026	909,798	836,068
Finnvera Plc - XS2636756657	4.000%	1,000,000	USD	15.6.2023	15.6.2028	948,332	904331.07
Finnvera Plc - XS2708405662	5.125%	1,000,000	USD	25.10.2023	17.3.2027	976,063	931885.13
Total						**10,830,110**	**10,350,848**

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ECP debt programme

Issuer and ISIN

(EUR 1,000)	Nominal (thousands)	Currency	Issue date	Maturity date	Finnvera plc/ Finnvera Group Carrying amount 31 Dec 2024	31 Dec 2023
Finnvera Plc - XS2702155214	50,000	USD	6.10.2023	6.2.2024	-	44,999
Finnvera Plc - XS2702828901	100,000	USD	10.10.2023	11.3.2024	-	89,531
Finnvera Plc - XS2710055802	100,000	EUR	24.10.2023	23.2.2024	-	99,435
Total					**-**	**233,965**

(EUR 1,000)	Finnvera Group 2024 Nominal value	Finnvera Group 2024 Carrying amount	Finnvera plc 2024 Nominal value	Finnvera plc 2024 Carrying amount
Debt securities in issue (EMTN debt programme)				
1 Jan 2024	**10,924,721**	**10,350,848**	**10,924,721**	**10,350,848**
Debt securities issued	1,000,000	994,750	1,000,000	994,750
Repayments at maturity	-928,764	-928,764	-928,764	-928,764
Fair value changes	-	197,862	-	197,862
Foreign exchange differences	214,202	209,336	214,202	209,336
Other changes	-	6,078	-	6,078
31 Dec 2024	**11,210,159**	**10,830,110**	**11,210,159**	**10,830,110**
Average interest rate[1]		3.7553%		3.7416%

(EUR 1,000)	Finnvera Group 2023 Nominal value	Finnvera Group 2023 Carrying amount	Finnvera plc 2023 Nominal value	Finnvera plc 2023 Carrying amount
Debt securities in issue (EMTN debt programme)				
1 Jan 2023	**10,134,386**	**9,107,199**	**10,134,386**	**9,107,199**
Debt securities issued	1,869,837	1,861,025	1,869,837	1,861,025
Repayments at maturity	-913,159	-913,159	-913,159	-913,159
Fair value changes	-	451,152	-	451,152
Foreign exchange differences	-166,344	-160,353	-166,344	-160,353
Other changes	-	4,983	-	4,983
31 Dec 2023	**10,924,721**	**10,350,848**	**10,924,721**	**10,350,848**
Average interest rate[1]		4.7150%		4.7064%

1 The average interest rate is calculated as an average interest rate for all interest-bearing loans.

Liabilities have been measured at fair value through profit and loss (FVTPL) when they have been hedged with derivatives (fair value option). Liabilities under hedge accounting are carried at amortised cost and adjusted for the change in interest rate risk. An amount equalling the nominal value of a liability is repaid at the maturity date. The credit risk portion of the change in fair value of the FVTPL liabilities is based on market data. The liabilities have been guaranteed by the state of Finland, whose credit risk has not changed.

(EUR 1,000)	Finnvera Group 2024 Nominal value	Finnvera Group 2024 Carrying amount	Finnvera plc 2024 Nominal value	Finnvera plc 2024 Carrying amount
Debt securities in issue (ECP debt programme)				
1 Jan 2024	**235,747**	**233,965**	**235,747**	**233,965**
Debt securities issued	411,640	408,588	411,640	408,588
Repayments at maturity	-650,586	-650,586	-650,586	-650,586
Fair value changes	-	-	-	-
Foreign exchange differences	3,200	3,184	3,200	3,184
Other changes	-	4,848	-	4,848
31 Dec 2024	**-**	**-**	**-**	**-**

(EUR 1,000)	Finnvera Group 2023 Nominal value	Finnvera Group 2023 Carrying amount	Finnvera plc 2023 Nominal value	Finnvera plc 2023 Carrying amount
Debt securities in issue (ECP debt programme)				
1 Jan 2023	**556,887**	**555,407**	**556,887**	**555,407**
Debt securities issued	1,447,696	1,435,552	1,447,696	1,435,552
Repayments at maturity	-1,759,418	-1,759,418	-1,759,418	-1,759,418
Fair value changes	-	-	-	-
Foreign exchange differences	-9,419	-9,300	-9,419	-9,300
Other changes	-	11,724	-	11,724
31 Dec 2023	**235,747**	**233,965**	**235,747**	**233,965**

Short-term debt securities (ECP debt programme) have been recognised at amortised cost using the effective interest rate method.

E11 Derivatives and hedge accounting

Hedge accounting is in line with the financial policy. The hedge accounting documentation was prepared on the start date of the hedging relationship as hedge accounting was introduced. Between the hedged items and hedging instruments, there is an economic relationship based on identical interest rate linkages and elements with otherwise symmetrical terms, and both are consequently deemed to react in the same way to changes in market interest rates. The company's risk management relies on structural hedging of the interest rate risk, which means that the interest rate linkages of receivables and liabilities are matched. Regarding hedge accounting, hedging instruments and hedged items can be 100% matched, in which case the typical hedging rate is 100%. Potential sources of ineffectiveness are analysed continuously.

	Finnvera plc/Finnvera Group		
	Fair value		Nominal value
(EUR 1,000)	positive	negative	Total
31 Dec 2024			
Fair value hedges			
- Interest rate swaps	70,313	377,791	12,576,113
Cash flow hedges			
- Cross-currency interest rate swaps	52,065	154,396	2,296,659
Hedging derivatives not designated in hedge accounting relationships [1]			
- Interest rate swaps	-	6,821	2,179,926
- Cross-currency interest rate swaps	-	167,273	841,211
- Forward rate agreements	-	-	-
- Forward foreign exchange contracts	18,082	31	1,147,085
Total	**140,459**	**706,311**	**19,040,994**
31 Dec 2023			
Fair value hedges			
- Interest rate swaps	94,729	498,419	11,222,032
Cash flow hedges			
- Cross-currency interest rate swaps	-	87,046	2,239,080
Hedging derivatives not designated in hedge accounting relationships [1]			
- Interest rate swaps	135	16,933	1,384,729
- Cross-currency interest rate swaps	-	111,783	852,323
- Forward rate agreements	-	186	300,000
- Forward foreign exchange contracts	1,496	46,294	2,079,739
Total	**96,359**	**760,660**	**18,077,902**

1 Other derivatives hedge foreign currency exchange risks and interest risk. Debt securities in issue hedged with derivatives that are not covered by fair value hedge accounting have been measured at fair value and the changes in their fair values have been recognised in the income statement (fair value option). The credit risk portion of the fair value change has been recognised in the fair value reserve within equity.

Fair value hedging

Fair value hedging is used to hedge the interest rate risk of issued bonds and investments. The hedged liabilities are measured at fair value with regard to the hedged risk and the changes in their fair values have been recognised in the income statement. Debt securities covered by hedge accounting are measured at fair value through other comprehensive income and the changes in the fair value with regard to the hedged risk is recognised in the income statement. Change in the fair value of derivatives is recognised in the income statement.

Hedge ineffectiveness [1]	Finnvera plc/Finnvera Group	
(EUR 1,000)	**31 Dec 2024**	**31 Dec 2023**
Hedging derivatives, debt securities	-62,238	-122,858
Hedging derivatives, debt securities in issue	182,104	395,040
Hedging instruments total	**119,866**	**272,181**
Hedged items, debt securities	62,846	125,027
Hedged items, debt securities in issue	-177,186	-402,875
Hedged items total	**-114,340**	**-277,848**
Hedge ineffectiveness recognised in the income statement [2]	**5,526**	**-5,667**

1 In its financial statements, Finnvera plc recognises Finnish Export Credit Ltd's share of the change in the fair value of liabilities and derivatives either as a liability to or as a receivable from Finnish Export Credit Ltd, depending on the final outcome of the change.
2 Presented in the line item "Gains and losses from financial instruments carried at fair value through profit and loss and foreign exchange gains and losses".

Accumulated fair value adjustments on hedged assets	Finnvera plc/Finnvera Group	
(EUR 1,000)	**31 Dec 2024**	**31 Dec 2023**
Debt securities carried at fair value through OCI	3,647,092	2,456,344
Of which accumulated amount of fair value hedge adjustments	22,282	-40,564

Accumulated fair value adjustments on liabilities	Finnvera plc/Finnvera Group	
(EUR 1,000)	**31 Dec 2024**	**31 Dec 2023**
Debt securities in issue, carried at amortised cost	9,863,154	9,595,909
Accumulated amount of fair value hedge adjustments	-313,993	-490,596
Total	**9,549,161**	**9,105,313**

Maturity profile of the nominal amount of hedging instruments 31 Dec 2024	<3 months	3-12 months	>1-5 years	>5-10 years	>10 years	Total
Hedging instruments, interest rate risk, debt securities	43,000	159,600	2,847,200	601,200	-	3,651,000
Hedging instruments, interest rate risk, debt securities in issue	-	-	7,887,670	2,000,000	-	9,887,670
Total	**43,000**	**159,600**	**10,734,870**	**2,601,200**	**-**	**13,538,670**

Maturity profile of the nominal amount of hedging instruments 31 Dec 2023	<3 months	3-12 months	>1-5 years	>5-10 years	>10 years	Total
Hedging instruments, interest rate risk, debt securities	50,000	87,000	2,173,100	197,000	-	2,507,100
Hedging instruments, interest rate risk, debt securities in issue	-	904,977	5,714,932	3,000,000	-	9,619,910
Total	**50,000**	**991,977**	**7,888,032**	**3,197,000**	**-**	**12,127,010**

Cash flow hedging

Hedging of cash flow hedges future cash flows against changes in reference rates in commitments in foreign currencies. The company uses cross-currency interest rate swaps for hedging. Change in the fair value of hedging instruments with regard to the hedged risk is reported in the hedging reserve under comprehensive income. The company has also elected to use the separation of the cost of hedging. The cross currency basis spread of the hedging instrument is not included in the hedging relationship but accounted for as cost of hedging and it is recognised in the cost of hedging reserve in other comprehensive income.

Hedge ineffectiveness	Finnvera plc/Finnvera Group	
(EUR 1,000)	**31 Dec 2024**	**31 Dec 2023**
Valuation gains and losses during the year	-15,549	-11,960
Cost of hedging portion of the valuation gains and losses	-18,526	-13,832
Valuation gains and lossed excl. Cost of hedging	2,978	1,872
Changes in fair value of hedged items used as basis for recognising hedge ineffectiveness	-3,222	-2,117
Hedge ineffectiveness recognised in the income statement [1]	-244	-244
Hedging gains or losses recognised in OCI	-15,305	-11,715
Total	**-15,549**	**-11,960**

1 Presented in the line item "Gains and losses from financial instruments carried at fair value through profit and loss and foreign exchange gains and losses".

Cash flow hedging reserves	Finnvera plc/Finnvera Group		
(EUR 1,000)	**Hedging reserve**	**Cost of hedging**	**Total**
Balance at 1st Jan 2024	**-2,142**	**-17,010**	**-19,152**
Fair value changes during the period	3,222	-18,526	-15,305
Balance at 31 Dec 2024	**1,079**	**-35,537**	**-34,457**

Cash flow hedging reserves	Finnvera plc/Finnvera Group		
(EUR 1,000)	**Hedging reserve**	**Cost of hedging**	**Total**
Balance at 1st Jan 2023	**-4,259**	**-3,178**	**-7,437**
Fair value changes during the period	2,117	-13,832	-11,715
Balance at 31 Dec 2023	**-2,142**	**-17,010**	**-19,152**

There are no balances in the cash flow hedge reserve that relates to hedging relationships that have been discontinued.

Maturity profile of the nominal amount of hedging instruments 31 Dec 2024	<3 months	3-12 months	>1-5 years	>5-10 years	>10 years	Total
Hegding instruments, interest rate risk	-	-	431,317	699,418	203,368	1,334,103
Total	**-**	**-**	**431,317**	**699,418**	**203,368**	**1,334,103**

Maturity profile of the nominal amount of hedging instruments 31 Dec 2023	<3 months	3-12 months	>1-5 years	>5-10 years	>10 years	Total
Hegding instruments, interest rate risk	-	-	431,317	699,418	203,368	1,334,103
Total	**-**	**-**	**431,317**	**699,418**	**203,368**	**1,334,103**

E12 Other liabilities

	Finnvera Group		Finnvera plc	
(EUR 1,000)	**31 Dec 2024**	**31 Dec 2023**	**31 Dec 2024**	**31 Dec 2023**
Grants under repayment obligation	-	4,252	-	4,252
Accounts payable for investments in debt securities	1,991	6,456	1,991	6,456
Lease liabilities according to IFRS 16	8,441	5,409	8,441	5,409
Other	4,526	4,936	4,516	4,935
Group internal other liabilities	-	-	346	-
Total	**14,958**	**21,052**	**15,295**	**21,052**

A B C D E F G H

E13 Provisions

Provisions according to IFRS 9 standard	Finnvera Group		Finnvera plc	
(EUR 1,000)	**31 Dec 2024**	**31 Dec 2023**	**31 Dec 2024**	**31 Dec 2023**
Provisions for export finance at 1 Jan	836,021	280,762	991,307	1,368,655
Provisions made during the period[1]	4,808	555,259	-	-
Reversal of provisions	-	-	-72,347	-377,348
Provisions for export credit financing at 31 Dec	**840,829**	**836,021**	**918,959**	**991,307**
Provisions for domestic financing at 1 Jan	64,793	51,870	64,793	51,870
Provisions made during the period	-	12,923	-	12,923
Reversal of provisions	-12,287	-	-12,287	-
Provisions for domestic financing at 31 Dec	**52,506**	**64,793**	**52,506**	**64,793**
Total provisions for IFRS 9 at 1 Jan	900,814	332,632	1,056,100	1,420,525
Provisions made during the period	4,808	568,182	-	12,923
Reversal of provisions	-12,287	-	-84,634	-377,348
Total provisions for IFRS 9 at 31 Dec	**893,335**	**900,814**	**971,466**	**1,056,100**

Provisions according to IAS 37 standard	Finnvera Group		Finnvera plc	
(EUR 1,000)	**31 Dec 2024**	**31 Dec 2023**	**31 Dec 2024**	**31 Dec 2023**
Provisions according to IAS37 1 Jan	1,675	-	1,675	-
Provisions made during the period	-	1,675	-	1,675
Provisions used during the period	-	-	-	-
Reversal of provisions	-1,675	-	-1,675	-
Provisions according to IAS37 31 Dec	**-**	**1,675**	**-**	**1,675**
Total provisions at 31 Dec	**893,335**	**902,490**	**971,466**	**1,057,775**

1 The recognition principles of the IFRS 9 standard are presented under the accounting principles of the financial statements. In the provisions according to the IFRS 9 standard, the portion of export credit guarantee provisions that concerns Finnish Export Credit Ltd's export credits has been deducted from the Group's figure. In the Group, the expected credit loss (ECL) on export credits has been recorded as an export credit depreciation in balance sheet items Receivables from clients and Receivables from credit institutions.

E14 Accruals and deferred income

E14.1 Accruals and deferred income in balance sheet

	Finnvera Group		Finnvera plc	
(EUR 1,000)	**31 Dec 2024**	**31 Dec 2023**	**31 Dec 2024**	**31 Dec 2023**
Interest	247,064	227,805	228,275	203,634
Interest liabilities to subsidiaries	-	-	2,130	1,360
Advance interest payments received	192	11	12	11
Guarantee premiums paid in advance	344,440	290,236	344,440	290,236
Cash collateral received for derivatives	62,610	41,550	62,610	41,550
Other accruals and deferred income	11,338	11,923	6,643	6,662
Internal advances received and other accrued expenses	-	-	-	191
Total	**665,644**	**571,524**	**644,111**	**543,644**

E14.2 Future revenue from guarantee obligations

	Finnvera Group/Finnvera plc	
(EUR 1,000)	**31 Dec 2024**	**31 Dec 2023**
Within one year	78,947	80,788
More than one year	265,493	209,448
Total	**344,440**	**290,236**

E15 Financial instruments classification and fair values

Finnvera Group, IFRS 9

Financial assets (EUR 1,000)	Amortised cost	At fair value through profit or loss: Mandatorily	At fair value through profit or loss: Designated at fair value through profit or loss (Fair value option)	Fair value through OCI	Total	Fair value [1]
31 Dec 2024						
Loans to and receivables from credit institutions	578,684	-	-	-	**578,684**	579,426
Loans to and receivables from customers	7,358,324	-	-	30,130	**7,388,454**	7,530,646
Investments in debt securities – Short term debt securities	1,452,282	-	-	-	**1,452,282**	1,452,282
Investments in debt securities – Bonds	-	-	-	3,830,464	**3,830,464**	3,830,464
Derivatives	-	140,459	-	-	**140,459**	140,459
Other shares and participations	-	13,687	-	-	**13,687**	13,687
Other financial assets	1,291,993	-	-	-	**1,291,993**	1,291,993
Total	**10,681,284**	**154,147**	**-**	**3,860,594**	**14,696,025**	**14,838,959**

Financial assets (EUR 1,000)	Amortised cost	At fair value through profit or loss: Mandatorily	At fair value through profit or loss: Designated at fair value through profit or loss (Fair value option)	Fair value through OCI	Total	Fair value [1]
31 Dec 2023						
Loans to and receivables from credit institutions	1,356,534	-	-	-	**1,356,534**	1,357,536
Loans to and receivables from customers	7,894,345	-	-	30,046	**7,924,390**	8,071,329
Investments in debt securities – Short term debt securities	828,257	-	-	-	**828,257**	828,257
Investments in debt securities – Bonds	-	-	-	2,712,418	**2,712,418**	2,712,418
Derivatives	-	96,359	-	-	**96,359**	96,359
Other shares and participations	-	13,723	-	-	**13,723**	13,723
Other financial assets	1,323,326	-	-	-	**1,323,326**	1,323,326
Total	**11,402,462**	**110,082**	**-**	**2,742,464**	**14,255,008**	**14,402,949**

1 The fair values for receivables that are not measured at fair value in accounting have been determined according to the following principles. The fair value of short-term receivables has been set at their carrying amount due to their short maturity. The fair value of long-term receivables is based on discounted cash flows (Level 2).

Finnvera Group, IFRS 9

Financial liabilities (EUR 1,000)	Amortised cost	At fair value through profit or loss: Mandatorily	At fair value through profit or loss: Fair value option	Total	Fair value [1]
31 Dec 2024					
Liabilities to other institutions	103,527	-	-	**103,527**	103,528
Debt securities in issue					
- EMTN debt programme	9,552,964	-	1,277,147	**10,830,110**	10,741,063
- ECP debt programme	-			**-**	-
Derivatives	-	706,311	-	**706,311**	706,311
Other financial liabilities	330,866	-	-	**330,866**	330,866
Total	**9,987,357**	**706,311**	**1,277,147**	**11,970,815**	**11,881,768**

Financial liabilities (EUR 1,000)	Amortised cost	At fair value through profit or loss: Mandatorily	At fair value through profit or loss: Fair value option	Total	Fair value [1]
31 Dec 2023					
Liabilities to other institutions	128,525	-	-	**128,525**	128,482
Debt securities in issue					
- EMTN debt programme	9,113,418	-	1,237,430	**10,350,848**	10,316,649
- ECP debt programme	233,965	-	-	**233,965**	233,965
Derivatives	-	760,660	-	**760,660**	760,660
Other financial liabilities	290,622	-	-	**290,622**	290,622
Total	**9,766,530**	**760,660**	**1,237,430**	**11,764,620**	**11,730,379**

1 The fair values for liability items that are not measured at fair value in accounting have been determined according to the following principles. The fair value of short-term liabilities has been set at their carrying amount due to their short maturity.The fair value of long-term liabilities is based on discounted cash flows (Level 2). The fair values of bonds in issue that are covered by hedge accounting are based on the prices at the closing of the financial period, determined by a third party (Level 2).

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Finnvera plc, IFRS 9

Financial assets (EUR 1,000)	Amortised cost	At fair value through profit or loss: Mandatorily	At fair value through profit or loss: Designated at fair value through profit or loss (Fair value option)	Fair value through OCI	Total	Fair value [1]
31 Dec 2024						
Loans to and receivables from credit institutions	436,789	-	-	-	**436,789**	436,789
Loans to and receivables from customers	7,527,630	-	-	30,130	**7,557,760**	7,656,884
Investments in debt securities – Short term debt securities	1,452,282	-	-	-	**1,452,282**	1,452,282
Investments in debt securities – Bonds	-	-	-	3,830,464	**3,830,464**	3,830,464
Derivatives	-	140,459	-	-	**140,459**	140,459
Other shares and participations	-	13,687	-	-	**13,687**	13,687
Other financial assets	1,268,600	-	-	-	**1,268,600**	1,268,600
Total	**10,685,301**	**154,147**	**-**	**3,860,594**	**14,700,042**	**14,799,166**

Finnvera plc, IFRS 9

Financial assets (EUR 1,000)	Amortised cost	At fair value through profit or loss: Mandatorily	At fair value through profit or loss: Designated at fair value through profit or loss (Fair value option)	Fair value through OCI	Total	Fair value [1]
31 Dec 2023						
Loans to and receivables from credit institutions	1,093,135	-	-		**1,093,135**	1,093,135
Loans to and receivables from customers	8,235,816	-	-	30,046	**8,265,862**	8,376,560
Investments in debt securities – Short term debt securities	828,257	-	-	-	**828,257**	828,257
Investments in debt securities – Bonds	-	-	-	2,712,418	**2,712,418**	2,712,418
Derivatives	-	96,359	-	-	**96,359**	96,359
Other shares and participations	-	13,723	-	-	**13,723**	13,723
Other financial assets	1,297,885	-	-	-	**1,297,885**	1,297,885
Total	**11,455,094**	**110,082**	**-**	**2,742,464**	**14,307,640**	**14,418,338**

1 The fair values for receivables that are not measured at fair value in accounting have been determined according to the following principles. The fair value of short-term receivables has been set at their carrying amount due to their short maturity. The fair value of long-term receivables is based on discounted cash flows (Level 2).

Finnvera plc, IFRS 9

Financial liabilities (EUR 1,000)	Amortised cost	At fair value through profit or loss: Mandatorily	At fair value through profit or loss: Fair value option	Total	Fair value [1]
31 Dec 2024					
Liabilities to other institutions	311,069	-	-	**311,069**	311,069
Debt securities in issue					
- EMTN debt programme	9,552,964	-	1,277,147	**10,830,110**	10,741,063
- ECP debt programme	-			**-**	-
Derivatives	-	706,311	-	**706,311**	706,311
Other financial liabilities	314,363	-	-	**314,363**	314,363
Total	**10,178,396**	**706,311**	**1,277,147**	**12,161,854**	**12,072,807**

Financial liabilities (EUR 1,000)	Amortised cost	At fair value through profit or loss: Mandatorily	At fair value through profit or loss: Fair value option	Total	Fair value [1]
31 Dec 2023					
Liabilities to other institutions	286,150	-	-	**286,150**	286,150
Debt securities in issue					
- EMTN debt programme	9,113,418	-	1,237,430	**10,350,848**	10,316,649
- ECP debt programme	233,965	-	-	**233,965**	233,965
Derivatives	-	760,660	-	**760,660**	760,660
Subordinated liabilities	268,002	-	-	**268,002**	268,002
Total	**9,901,535**	**760,660**	**1,237,430**	**11,899,625**	**11,865,427**

1 The fair values for liability items that are not measured at fair value in accounting have been determined according to the following principles. The fair value of short-term liabilities has been set at their carrying amount due to their short maturity.The fair value of long-term liabilities is based on discounted cash flows (Level 2). The fair values of bonds in issue that are covered by hedge accounting are based on the prices at the closing of the financial period, determined by a third party (Level 2).

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Fair value measurement principles for items carried at fair value

1. Debt securities
The fair values of debt securities are based on the prices at the closing of the financial period, determined by a third party pricing source, or on the value discounted using the market interest rate at the closing of the financial period.

2. Derivatives
The fair values of interest rate and currency swaps and currency futures are specified using a method based on the current value of cash flows, in which the market interest rates on the end date of the financial period and other market information serve as the accounting principle. The Group uses common valuation techniques in determining the fair value of these instruments. Fair values are equivalent to average market prices in situations where the Group would transfer or sell derivatives in the course of normal business under market conditions on the end date of the financial period. The credit risk related to derivatives is mitigated by means of collateral arrangements. Fair values are monitored on a daily basis using calculations from counterparties and those made in-house.

3. Other shares and participations
Group's other shares and participations include EUR 13.7 million (13.7) in investments in unlisted companies outside the Group. The measurement of the shares is presented at acquisition cost, which, according to the Group's estimate, equals the fair value of the shares.

4. Financial liabilities at fair value through profit or loss
The fair values of bonds in issue that fall outside hedge accounting are based on the prices at the closing of the financial period, determined by a third party pricing source.

E16 Hierarchy for financial instruments carried at fair value

	Finnvera Group				Finnvera plc			
(EUR 1,000)	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Financial assets 31 Dec 2024								
Financial instruments carried at fair value through profit and loss								
- Derivatives	-	140,459	-	**140,459**	-	140,459	-	**140,459**
- Other Shares and participations	-	-	13,687	**13,687**	-	-	13,687	**13,687**
Financial instruments carried at fair value through other comperehensive income (OCI)								
- Loans to and receivables from customers – Debt securities	-	30,130	-	**30,130**	-	30,130	-	**30,130**
- Investments in debt securities – Bonds	-	3,830,464	-	**3,830,464**	-	3,830,464	-	**3,830,464**
Total	**-**	**4,001,054**	**13,687**	**4,014,741**	**-**	**4,001,054**	**13,687**	**4,014,741**
Financial liabilities 31 Dec 2024								
Financial instruments carried at fair value through profit and loss								
- Debt securities in issue	-	1,277,147	-	**1,277,147**	-	1,277,147	-	**1,277,147**
- Derivatives	-	706,311	-	**706,311**	-	706,311	-	**706,311**
Total	**-**	**1,983,458**	**-**	**1,983,458**	**-**	**1,983,458**	**-**	**1,983,458**
Financial assets 31 Dec 2023								
Financial instruments carried at fair value through profit and loss								
- Derivatives	-	96,359	-	**96,359**	-	96,359	-	**96,359**
- Other Shares and participations	-	-	13,723	**13,723**	-	-	13,723	**13,723**
Financial instruments carried at fair value through other comperehensive income (OCI)								
- Loans to and receivables from customers – Debt securities	-	30,046	-	**30,046**	-	30,046	-	**30,046**
- Investments in debt securities – Bonds	-	2,712,418	-	**2,712,418**	-	2,712,418	-	**2,712,418**
Total	**-**	**2,838,823**	**13,723**	**2,852,546**	**-**	**2,838,823**	**13,723**	**2,852,546**
Financial liabilities 31 Dec 2023								
Financial instruments carried at fair value through profit and loss								
- Debt securities in issue	-	1,237,430	-	**1,237,430**	-	1,237,430	-	**1,237,430**
- Derivatives	-	760,660	-	**760,660**	-	760,660	-	**760,660**
Total	**-**	**1,998,090**	**-**	**1,998,090**	**-**	**1,998,090**	**-**	**1,998,090**

The table shows financial instruments that are measured at fair value on a recurring basis. The fair values of financial assets and liabilities measured at amortised cost and their fair value hierarchy levels are presented in Note E15.

Hierarchy

Level 1
Investments in quoted shares and funds traded on the active market are valued at market price.

Level 2
The fair values of interest rate and currency swaps and currency futures are specified using a method based on the current value of cash flows, in which the market interest rates on the end date of the period and other market information serve as the accounting principle. The fair values of bonds in issue that fall outside hedge accounting are based on the prices at the closing of the financial period, determined by a third party. The fair values of investments in bonds are based on the prices at the closing of the financial period, determined by a third party, or on the value discounted using the market interest rate at the closing of the financial period.

Level 3
Other shares and participations in unlisted companies outside the Group are measured at acquisition cost, which, according to the Group's estimate, equals the fair value of the shares.

Transfers between Level 1 and 2
There were no transfers between the fair value hierarchy levels 1 and 2 during the financial period under review or the preceding financial period.

E17 Specification of events at hierarchy level 3

LEVEL 3, Financial assets	Finnvera Group	
(EUR 1,000)	31 Dec 2024	31 Dec 2023
Financial assets carried at fair value		
Balance at 1 Jan 1	**13,723**	**13,723**
Profits and losses recognised in the income statement, total	-	-
Acquisitions	-	-
Sales	-	-
Other	-35	-
Balance at end of period	**13,687**	**13,723**
Profits and losses recognised in the income statement for the instruments held by the Group/Finnvera plc	-	-

E18 Financial instruments set off in the balance sheet or subject to netting agreements

	Finnvera Group / Finnvera plc						
(EUR 1,000)	Gross recognised financial assets	Gross recognised financial liabilities set of in the balance sheet	Net carrying amount in the balance sheet	Financial instruments[1]	Financial instruments received/given as collateral[1]	Cash received/given as collateral[1]	Net amount[1]
Financial assets 31 Dec 2024							
Derivatives	140,459	-	140,459	-77,029	-	-62,610	821
Total	**140,459**	**-**	**140,459**	**-77,029**	**-**	**-62,610**	**821**
Financial liabilities 31 Dec 2024							
Derivatives	706,311	-	706,311	-77,029	-	-689,490	60,208
Total	**706,311**	**-**	**706,311**	**-77,029**	**-**	**-689,490**	**60,208**
Financial assets 31 Dec 2023							
Derivatives	96,359	-	96,359	-62,263	-	-41,550	-7,454
Total	**96,359**	**-**	**96,359**	**-62,263**	**-**	**-41,550**	**-7,454**
Financial liabilities 31 Dec 2023							
Derivatives	760,660	-	760,660	-62,263	-	-735,170	36,773
Total	**760,660**	**-**	**760,660**	**-62,263**	**-**	**-735,170**	**36,773**

1 Amounts not subject to netting but included in the main netting agreements and similar arrangements. The derivative figures in the table do not include accrued interest. With accrued interest included the net amount for derivative assets was EUR 14.0 million (-0.3) and EUR 6.4 million (20.5 million) for derivative liabilities.

E19 Equity

(EUR 1,000)	Finnvera Group 31 Dec 2024		Finnvera Group 31 Dec 2023		Finnvera plc 31 Dec 2024		Finnvera plc 31 Dec 2023	
Parent company's equity		**196,605**		**196,605**		**196,605**		**196,605**
Share premium reserve		**51,036**		**51,036**		**51,036**		**51,036**
Fair value reserve		**-48,226**		**-30,055**		**-50,775**		**-28,390**
- Fair value changes in assets carried at fair value through OCI	-20,816		-13,017		-20,816		-13,017	
- Expected credit losses (ECL) of assets at fair value through OCI	4,498		3,780		4,498		3,780	
- Change in the credit risk associated with liabilities carried at fair value	2,549		-1,666		-		-	
- Cash flow hedging, hedging reserve	1,079		-2,142		1,079		-2,142	
- Cash flow hedging, cost of hedging reserve	-35,537		-17,010		-35,537		-17,010	
Restricted equity, total		**199,415**		**217,586**		**196,866**		**219,251**
Non-restricted reserves		**916,129**		**509,306**		**916,129**		**509,306**
- Reserve for domestic operations	404,757		374,558		404,757		374,558	
- Reserve for export credit guarantees and special guarantees	511,372		134,748		511,372		134,748	
Retained earnings		**426,944**		**606,178**		**195,767**		**407,326**
- Profit/loss for previous periods	199,355		172,334		504		504	
- Result for the period	227,709		433,361		195,384		406,340	
- Direct entries to retained earnings	-121		483		-121		483	
Non-restricted equity, total		**1,343,073**		**1,115,484**		**1,111,896**		**916,633**
Total equity, equity attributable to the parent company's shareholders		**1,542,487**		**1,333,070**		**1,308,761**		**1,135,884**

Share capital and ownership:	31 Dec 2024			31 Dec 2023		
Owner	**Share capital (EUR 1,000)**	**Shares pcs**	**Ownership**	**Share capital (EUR 1,000)**	**Shares pcs**	**Ownership**
The Finnish State	196,605	11,565	100%	196,605	11,565	100%

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Reserves:

Share premium reserve

The share premium reserve has been formed before the new regulations of the Companies' Act came into force on 1 September 2006. The reserve includes the difference of EUR 42.9 million between the acquisition cost and the nominal value of KERA's shares and EUR 0.1 million that was generated in the transfer of assets of Takuukeskus and the acquisition of Fide Oy's shares as well as EUR 8.1 million generated by the raise of share capital of Finnvera as the shares of Finnish Export Credit Ltd were acquired.

Fair value reserve

(**IFRS 9**): In accordance with the IFRS 9 standard, the change in the credit risk associated with liabilities carried at fair value through profit or loss, the change in the fair value of investments that are recognised at fair value through comprehensive income, as well as expected credit losses (ECL) associated with these investments are recorded in the fair value reserve.

Change in the fair value of investments: The reserve includes the changes in the fair value of investment items that have been classified as recognised at fair value through comprehensive income. These items include investments in bonds as well as certain SME and midcap financing bonds. The items recognised in the reserve are taken to the income statement when a financial asset is disposed of.

Expected credit losses (ECL): The expected credit losses from bond investments in SME and midcap financing and other bond investments that have been classified as recognised at fair value through comprehensive income are recorded in the reserve.

Change in the credit risk associated with liabilities: The reserve includes the change in the credit risk associated with liabilities carried at fair value through profit or loss. These items will not be reclassified to profit or loss.

Cash flow hedging, hedging reserve: In earlier financial periods, Finnvera has taken out long-term cross-currency interest rate swaps to cover foreign currency commitments. Since the beginning of 2020, cash flow hedge accounting has been applied to these hedge relationships. Change in the fair value of hedging instruments with regard to the hedged risk is reported in the cash flow hedging reserve.

Cash flow hedging, cost of hedging reserve: The company has also elected to use the separation of the cost of hedging. The cross currency basis spread of the hedging instrument is not included in the hedging relationship but accounted for as cost of hedging and it is recognised in the cost of hedging reserve in other comprehensive income.

According to the goal set by the State of Finland, the owner of Finnvera, the Group's capital adequacy ratio for domestic operations should be at least 15,0%. At the end of December, the Group's capital adequacy ratio for domestic operations, Tier 1, stood at 25,5% (24,3). The Group's objectives and principles for capital management are presented in the Risk Management section.

Reserve for domestic operations and reserve for export credit guarantee and special guarantee operations

The retained earnings from the domestic operations were transferred to the reserve for domestic operations and the retained earnings from the export credit guarantee and special guarantee operations were transferred to the reserve for export credit guarantee and special guarantee operations. Losses from export credit guarantee and special guarantee operations will be covered by resources from the State Guarantee Fund only when the export credit guarantee and special guarantee reserve is insufficient.

F Personnel and management

F1 Average number of employees

	Finnvera Group		Finnvera plc	
	2024	**2023**	**2024**	**2023**
Average number of employees				
- Permanent	350	351	350	351
- Temporary	22	18	22	18
Total	**372**	**369**	**372**	**369**
Personnel as person-years	345	342	345	342

F2 Key management personnel in the Group

In the Group, key management personnel are members of the parent company's Board of Directors, members of the Supervisory Board, CEO Pauli Heikkilä (31 until May 2024), CEO Juuso Heinilä (1 as June 2024 and Executive Vice President 31 until May 2024), Deputy CEO Executive Vice President Jussi Haarasilta as well as the Management Group, which is comprised of the CEO and deputy CEO, along with, CFO Ulla Hagman, Senior Vice President, Legal Affairs and Administration Risto Huopaniemi, Group Chief Credit Officer Tapio Jordan, Chief Digitalisation Officer Minna Kaarto, Chief Risk Officer Tina Schumacher, Communications Director Tarja Svartström, Deputy Executive Vice President Juha Ketola (1 as June 2024).

The key persons have no reportable business transactions with companies included in the Group.

F3 Key personnel benefit expenses

The monthly remuneration for members of the Board of Directors is from 1 January to 31 December 2024: EUR 2,000 for the chair, EUR 1,100 for the deputy chair, EUR 1,100 for the chair of a Board committee, and EUR 800 for members. In 2024 the attendance allowance was EUR 600/meeting.

The attendance allowance for members of the Supervisory Board are: EUR 800/meeting for the chair, EUR 600/meeting for the deputy chair and 500/meeting for members.

The period of notice for the CEO is six months, in addition to which the CEO will receive termination benefits equivalent to six months' salary if the company terminates their employment.

The next table shows the employment benefits received by key management personnel. Post-employment benefits are dealt with as voluntary pension plans, which include both defined contribution and defined benefit pension plans.

	Finnvera plc	
(EUR 1,000)	**31 Dec 2024**	**31 Dec 2023**
Salaries and other short-term employee benefits	2,609	2,073
Supplementary pension commitments	85	66
Remuneration of the Board of Directors and Supervisory Board members	281	289
Total	**2,975**	**2,428**

F4 Salaries, remunerations and pension commitments for the key personnel

Finnvera plc	**31 Dec 2024**			**31 Dec 2023**		
		Pension commitments			**Pension commitments**	
(EUR 1,000)	**Salaries**	**Voluntary**	**Statutory**	**Salaries**	**Voluntary**	**Statutory**
Management salaries (incl. social security costs) as well as applicable pension commitments						
CEO Pauli Heikkilä until 31 May 2024	256	58	44	462	45	80
CEO Juuso Heinilä as 1 June 2024	194	-	34			
Deputy CEO Executive Vice President Jussi Haarasilta	275	-	48	245	-	43
Other members of the Management Group	1,884	27	253	1,366	21	238
Other members of the Management Group, total	**2,609**	**85**	**379**	**2,073**	**66**	**361**
Members of the Board of Directors						
Petri Ekman, chair until 4 December 2024	38	-	-	42	-	-
Jan Vapaavuori, chair as 4 December 2024	2					
Antti Neimala, I vice chair until 17 March 2023	-	-	-	9	-	-
Elise Pekkala, I vice chair until 21 March 2024	7	-	-	20	-	-
Jan Hjelt, I vice chair as 21 March 2024	21					
Terhi Järvikare, II vice chair until 17 March 2023	-	-	-	7	-	-
Mikko Spolander, II vice chair	26	-	-	19	-	-
Hannu Jaatinen, member	33	-	-	32	-	-
Eila Kreivi, member as 21 March 2024	19					
Ritva Laukkanen, member until 21 March 2024	7	-	-	27	-	-
Anne Nurminen, member	23	-	-	24	-	-
Elina Piispanen, member	31	-	-	30	-	-
Pia Santavirta, member as 4 December 2024	1	-	-		-	-
Petri Viertiö, member until 4 December 2024	23	-	-	24	-	-
Board of Directors, total	**229**	**-**	**-**	**233**	**-**	**-**
Members of the Supervisory Board, total	**52**	**-**	**-**	**55**	**-**	**-**

F5 Defined benefit pension plans

The Group has several defined benefit group pension insurance plans, which cover personnel who transferred to Finnvera from previous organisations. At the end of 2024, there were 38 (51) people covered by the plans.

The plans are funded with annual contributions paid to the insurance company and based on actuarial calculations. The plans are subject to local tax and other legislation. The obligation is shown as the pledge made to all insurees and the asset is shown as the share of this obligation assumed by the insurance provider. The amount of assets is calculated using the same discount interest rate as an equivalent obligation. As a result, the risk posed by changes in the discounted interest rate only affects the net liabilities. As pensions rise with the credit issued by the insurance provider, the company has no risk with regard to these. A hypothetical 0.25% increase in salary would increase the obligation 2.0% (1.7%) and, correspondingly, an equivalent decrease would have the opposite effect.

Balance sheet items arising from the defined benefit:

	Finnvera Group/Finnvera plc			
(EUR 1,000)	**31 Dec 2024**		**31 Dec 2023**	
Pension obligation				
Present value of funded obligations 1 Jan		**723**		**1,250**
Total change		**-258**		**-526**
Unrecognised actuarial gains or losses	15		44	
Interest on obligation	23		47	
Effect of fulfilling the plan an reducing the obligation	-281		-351	
Revaluation of defined benefit plans				
Caused by changes in financial assumptions	-23		127	
Caused by changes in demographic assumptions	-		-	
Based on experience	7		-394	
Present value of funded obligations 31 Dec		**465**		**723**
Fair value of assets				
Fair value of plan assets 1 Jan		**1,335**		**1,416**
Total change		**-670**		**-81**
Interest income on assets	43		54	
Effect of fulfilling the obligation	-281		-351	
Return on plan assets, excluding items contained in interest expenses or income	-136		216	
Contributions paid to the plan	-295		-	
Fair value of plan assets 31 Dec		**665**		**1,335**
Net liabilities+/Net receivables- (difference between obligations and assets)		**-200**		**-612**
Consolidated comprehensive income statement – pension costs				
Unrecognised actuarial gains or losses		15		44
Effect of fulfilling the obligation		-		-
Net interest expenses		-20		-6
Consolidated income statement defined benefit pension costs		**-4**		**38**
Items resulting from revaluation		**121**		**-483**

The net liabilities of the Group's defined benefits have changed during the financial period as follows:

	Finnvera Group/Finnvera plc	
(EUR 1,000)	**31 Dec 2024**	**31 Dec 2023**
Defined benefit net liabilities		
Pension debt (+) / Pension receivable (-) 1 Jan	-612	-167
Expenses recognised in the income statement	-4	38
Paid pension contributions	295	-
Other items recognised in the consolidated statement of comprehensive income	121	-483
Pension debt (+) / Pension receivable (-) 31 Dec	**-200**	**-612**

The plan assets include 100 % qualifying insurance policies.

	Finnvera Group/Finnvera plc	
Actuarial assumptions	**31 Dec 2024**	**31 Dec 2023**
Discount rate	3.35	3.20
Future salary increases	2.45	2.60
Future pension increases	3.50	3.60

The duration based on the weighted obligation average is 19,0 years. It is forecast that in 2025, making net payments will not be needed to defined benefit arrangements, taking into consideration payment refunds and reimbursements.

G Shares and holdings

G1 Shares and holdings in group companies

		Finnvera plc					
		31 Dec 2024			31 Dec 2023		
Name and domicile of the company	Sector	Holding of all shares, %	Share of votes, %	Book value (EUR 1,000)	Holding of all shares, %	Share of votes, %	Book value (EUR 1,000)
Subsidiaries (holding over 50%)							
Finnish Export Credit Ltd, Helsinki	Export financing and interest equalisation	100.00%	100.00%	20,182	100.00%	100.00%	20,182

G2 Related party transactions, loans and receivables

Related parties include the following: the parent company, its subsidiary, the Ministry of Finance and the Ministry of Economic Affairs as well as The State Guarantee Fund which is under the Ministry of Economic Affairs. Related parties also include the members of the Supervisory Board and the Board of Directors, the Chief Executive Officer, the Executive Vice President and other members of the Management Group. The employment benefits received by key management personnel are presented in the Note F3. The pricing of related party transactions is market-based.

	Finnvera Group			
	31 Dec 2024		31 Dec 2023	
(EUR 1,000)	Internal item	Other	Internal item	Other
Relative party transactions, loans and receivables				
Interest subsidies, compensation for losses and other items from the State	-	20,583	-	18,320
Interest income	350,618	112,465	290,206	83,925
Interest expenses	350,618	361	290,206	925
Loans	6,510,595	-	7,473,358	-
Other long-term receivables	-	349,023	-	349,023
Short-term receivables	268,477	45,673	265,590	61,698
Long-term liabilities	6,510,595	7,458	7,473,358	22,375
Short-term liabilities	268,477	18,788	265,590	24,171
Guarantees	8,212,311	-	9,454,017	-

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G3 Separate result of activities referred to in the act on the State Guarantee Fund §4, and it's share of the total result of Finnvera plc

(EUR 1,000)	Finnvera plc's profit 31 Dec 2024		Activities referred to in the Fund Act and their share of the profit 31 Dec 2024		Finnvera plc's profit 31 Dec 2023		Activities referred to in the Fund Act and their share of the profit 31 Dec 2023	
Net interest income		**108,550**		**49,945**		**84,173**		**30,443**
- Interest income	1,046,132		5,640		821,836		5,147	
- Interest expense	-937,582		44,304		-737,663		25,296	
Net fee and commission income		**186,697**		**146,279**		**162,110**		**120,772**
- Fee and commission income	191,676		149,001		174,139		130,005	
- Fee and commission expenses	-4,978		-2,722		-12,029		-9,233	
Gains and losses from financial instruments carried at fair value through profit and loss		**3,183**		**3,490**		**-3,007**		**-110**
Net income from investments		**-390**		**-**		**330**		**-**
Other operating income		**6,468**		**124**		**7,569**		**126**
Operational expenses		**-52,400**		**-18,357**		**-49,558**		**-16,548**
- Personnel expenses	-32,840		-11,166		-32,479		-10,818	
- Other operational expenses	-19,560		-7,191		-17,078		-5,730	
Depreciation and amortisation		**-5,253**		**-1,325**		**-4,865**		**-1,161**
Other operating expenses		**-1,954**		**-163**		**-472**		**-134**
Realised credit losses and change in expected credit losses, net		**-49,518**		**-12,165**		**210,061**		**243,235**
- Realised credit losses	-120,584		-76,579		-128,436		-91,952	
- Credit loss compensations from the State	20,493		-		18,230		-	
- Change in expected credit losses	50,573		64,414		320,267		335,187	
Operating result		**195,384**		**167,829**		**406,340**		**376,624**

H Key financial performance indicators

H1 Key figures

	Finnvera Group		Finnvera plc	
	2024	2023	2024	2023
Key P&L figures				
Net interest income, MEUR	139	115	109	84
Net fee and commission income, MEUR	198	177	187	162
Operational expenses, MEUR	-53	-50	-52	-50
- of which personnel expenses including social security costs, MEUR	-33	-32	-33	-32
Realised credit losses and change in expected credit losses, MEUR	-70	192	-70	192
Credit loss compensation from the State, MEUR	20	18	20	18
Operating result, MEUR	236	439	195	406
Result, MEUR	228	433	195	406
Key balance sheet figures				
Loans to and receivables from customers, MEUR	7,388	7,924	7,558	8,266
Investments, MEUR	5,296	3,554	5,317	3,575
Liabilities, MEUR	13,214	12,969	13,478	13,254
- of which debt securities in issue, MEUR	10,830	10,585	10,830	10,585
Shareholders' equity, MEUR	1,542	1,333	1,309	1,136
- of which non-restricted equity, MEUR	1,343	1,115	1,112	917
Balance sheet total, MEUR	14,756	14,302	14,787	14,390
Key ratios				
Return on equity, ROE, %	15.8	38.7	16.0	43.3
Return on assets, ROA, %	1.6	3.2	1.3	2.9
Equity ratio, %	10.5	9.3	8.9	7.9
Expense-income ratio, %	17.3	19.4	19.6	21.9
Average number of employees	372	369	372	369

H2 Formulas for the key indicators

Return on equity % (ROE)

$$\frac{\text{result}}{\text{equity (as the average of the value at the beginning and the end of the period)}} \times 100$$

Return on assets % (ROA)

$$\frac{\text{operating result − income taxes}}{\text{balance sheet total on average (as the average of the value at the beginning and at the end of the period)}} \times 100$$

Equity ratio, %

$$\frac{\text{equity + minority share + accumulated appropriations deducted by the deferred tax liability}}{\text{balance sheet total}} \times 100$$

Expense-income ratio, %

$$\frac{\text{operational expenses + depreciation, amortisation and impairment on tangible and intangible assets + other operating expenses}}{\text{net interest income + net fee and commission income + gains and losses from financial instruments carried at fair value through profit and loss and foreign exchange gains and losses + net income from investments + other operating income}} \times 100$$

Average number of employees

based on monthly average for the whole period

Signatures

Helsinki, 20 February 2025

Jan Vapaavuori
Chair of the Board of Directors

Jan Hjelt
First Vice Chair

Mikko Spolander
Second Vice Chair

Hannu Jaatinen

Eila Kreivi

Anne Nurminen

Elina Piispanen

Pia Santavirta

Juuso Heinilä
CEO

Auditor's note

A report on the audit conducted was issued today.

Helsinki, 20 February 2025

Ernst & Young Oy
Authorized Public Accountant Firm

Miikka Hietala
Authorized Public Accountant

This document is an English translation of the Finnish auditor's report. Only the Finnish version of the report is legally binding.

Auditor's Report

To the Annual General Meeting of Finnvera plc

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Finnvera Oyj (business identity code 1484332-4) for the year ended 31 December, 2024. The financial statements comprise both the consolidated and the parent company's balance sheet, statement of comprehensive income, statement of changes in equity, statement of cash flows and notes, including material accounting policy information.

In our opinion the financial statements give a true and fair view of the group's and the parent company's financial position, financial performance and cash flows in accordance with IFRS Accounting Standards as adopted by the EU and comply with statutory requirements.

Our opinion is consistent with the additional report submitted to the Audit Committee.

Basis for Opinion

We conducted our audit in accordance with good auditing practice in Finland. Our responsibilities under good auditing practice are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

We are independent of the parent company and of the group companies in accordance with the ethical requirements that are applicable in Finland and are relevant to our audit, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

In our best knowledge and understanding, the non-audit services that we have provided to the parent company and group companies are in compliance with laws and regulations applicable in Finland regarding these services, and we have not provided any prohibited non-audit services referred to in Article 5(1) of regulation (EU) 537/2014. The non-audit services that we have provided have been disclosed in note D6.2.1 to the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have fulfilled the responsibilities described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying financial statements.

We have also addressed the risk of management override of internal controls. This includes consideration of whether there was evidence of management bias that represented a risk of material misstatement due to fraud.

The key audit matter	How our audit addressed the Key Audit Matter
Recognition of commission income from export credit guarantees and special guarantees We refer to the notes A Accounting principles and notes to the income statement D2	
▪ Guarantee fees are accrued over the life of the contract. Advance payments are recognized as income based on the accrual criteria entered into the system during the validity of the guarantee. Guarantee agreements are drawn up on a customer-specific basis and may be amended during the validity of the agreements. ▪ Commission income from export credit guarantees and special guarantees totalled EUR 148.0 million in the 31.12.2014 financial statements (31.12.2023: 127.9 million), which covers approximately 73% of commission income. Due to the significant amount of commission income from export credit guarantees and special guarantee operations and the differences in the basis for determining the income, the recognition of commission income is a key audit matter and a significant risk of material misstatement as referred to in point (c) of Article 10 (2) of EU Regulation 527/2014 due to the risk related to the timely recognition of income.	▪ Our audit procedures, which take into account the risk of material misstatement in the recognition of commission income, included, among others, • assessing the appropriateness of the Group's accounting policies for recognizing commission income and comparing it with applicable accounting standards; • testing the recognition of commission income, including reviewing internal controls when applicable. Our testing included reconciliations of commission income amounts to customer contracts and testing of guarantee fees paid in advance; • substantive analytical procedures related to commission income; and • assessing the adequacy of disclosures related to commission income.
Expected credit losses on receivables from customers and on contingent liabilities We refer to the notes A Accounting principles, B Risk management, Contingent liabilities and notes E2 and E13 on the balance sheet.	
▪ The model for calculating expected credit losses uses assumptions, estimates and management judgement related to, among other things, determining the probability and amount of expected credit losses and a significant increase in credit risk. Management may also amend and supplement loss provisions generated by the accounting model with additional entries based on management judgements. ▪ Expected credit losses on receivable from customers in the 31.12.2024 financial statements totalled EUR 244.1 million (31.12.2024: 288.2 million) and contingent liabilities EUR 893.3 million (31.12.2023: EUR 902.5 million). ▪ Expected credit losses on receivable from customers and contingent liabilities was determined to be a key audit matter and a significant risk of material misstatement referred to in EU Regulation No 537/2014, point (c) of Article 10(2) due to significant management judgement included in the valuation of expected credit losses.	▪ Our audit procedures, which take into account the material misstatement in estimating expected credit losses included, among others, • assessing the appropriateness of expected credit loss calculation methods and comparing them with applicable accounting standards (IFRS 9); • testing the methods for calculating expected credit losses, including reviewing internal controls where applicable; • assessing the appropriateness and reasonableness of the key assumptions and estimates used in the expected credit loss (ECL) model; • assessment of the basis and reasonableness of the formation of additional provisions based on management judgement; • assessing the adequacy of disclosures related to expected credit losses.

Responsibilities of the Board of Directors and the Managing Director for the Financial Statements

The Board of Directors and the Managing Director are responsible for the preparation of financial statements that give a true and fair view in accordance with IFRS Accounting Standards as adopted by the EU, and of financial statements that give a true and fair view in accordance with the laws and regulations governing the preparation of financial statements in Finland and comply with statutory requirements. The Board of Directors and the Managing Director are also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors and the Managing Director are responsible for assessing the parent company's and the group's ability to continue as going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting. The financial statements are prepared using the going concern basis of accounting unless there is an intention to liquidate the parent company or the group or cease operations, or there is no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance on whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with good auditing practice will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

As part of an audit in accordance with good auditing practice, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the parent company's or the group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of the Board of Directors' and the Managing Director's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the parent company's or the group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the parent company or the group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events so that the financial statements give a true and fair view.
- Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business units within the group as a basis for forming an opinion on the group financial statements. We are responsible for the direction, supervision and review of the audit work performed for purposes of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Reporting Requirements

Information on our audit engagement
We were first appointed as auditors by the Annual General Meeting on 21.3.2024.

Other information
The Board of Directors and the Managing Director are responsible for the other information. The other information comprises the report of the Board of Directors and the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon. We have obtained the report of the Board of Directors and the Annual Report prior to the date of this auditor's report.

Our opinion on the financial statements does not cover the other information.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. With respect to report of the Board of Directors, our responsibility also includes considering whether the report of the Board of Directors has been prepared in compliance with the applicable provisions.

In our opinion, the information in the report of the Board of Directors is consistent with the information in the financial statements and the report of the Board of Directors has been prepared in compliance with the applicable provisions.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions based on assignment of the Audit Committee
We support that the financial statements should be adopted. The proposal by the Board of Directors regarding the use of the profit for the financial year is in compliance with the Limited Liability Companies Act. We support that the Members of the Supervisory Board and of the Board of Directors as well as the Managing Director of the parent company should be discharged from liability for the financial period audited by us.

Helsinki 20.2.2025

Ernst & Young Oy
Authorized Public Accountant Firm

Miikka Hietala
Authorized Public Accountant

Statement by the Supervisory Board

We have reviewed the financial statements of Finnvera plc, including the consolidated financial statements, for the period 1 January–31 December 2024, as well as the auditors' report issued on 20 February 2025.

We propose to the Annual General Meeting that the financial statements, in which the consolidated income statement shows a profit of EUR 227,709,182.71 and the parent company's income statement shows a profit of EUR 195,383,571.53, be adopted and that the parent company's profit be used in accordance with the proposal made by the Board of Directors.

Helsinki, 20 February 2025

Sofia Vikman	Seppo Eskelinen
Hilkka Kemppi	Hanna-Maija Kiviranta
Mari Laaksonen	Rami Lehtinen
Aki Lindén	Kari Luoto
Veli-Matti Mattila	Seppo Nevalainen
Johanna Reinikainen	Onni Rostila
Hanna Sarkkinen	Katja Syvärinen
Mari-Leena Talvitie	Tommi Toivola
Sofia Virta	Ville Väyrynen

Finnvera improves and diversifies financing opportunities available for Finnish enterprises by offering loans, guarantees and export credit financing. As a State-owned company, Finnvera supplements the financial market and with its operations, promotes the development of enterprises and exports.

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