

Capital Adequacy 30 September, 2010

Information regarding capital cover for Ikano Bank SE, corporate identity number 517100-0051, refers to such periodic information which shall be submitted in accordance with the Swedish Financial Supervisory Authority's directives and general guidelines on the disclosure of capital cover and risk management (FFFS 2007:5).

For the establishment of the statutory capital requirements in accordance with the Capital Adequacy and Large Exposures Act (2006:1371) and the Swedish Financial Supervisory Authority regulations and general guidelines (FFFS 2007:1) on capital adequacy and large exposures. The rules help to strengthen resistance to financial losses and thereby protect the bank's customers. The rules mean that the bank's capital base must cover the prescribed minimum capital requirement by a margin, which for Ikano Bank includes the capital requirement for credit risks, operational risks and currency risks. The capital requirement also includes further identified risks in the business activities in accordance with the bank's capital evaluation policy.

Ikano Bank's aim is to ensure that the capital adequacy quotient always exceeds 1.50, i.e. 50

percentage points higher than the statutory capital requirement. This buffer constitute an additional margin adapted to the bank's risk profile, identified risks on the basis of probability and economic effects, stress tests, anticipated lending expansion, strategic freedom of action and changes in the surrounding environment.

Supervision of the bank's capital planning forms an integral part of the work on the bank's annual business plan. The plan is monitored continuously throughout the year. An overall risk analysis is carried out each year. The bank has a capital base of 198 mEUR, compared to the capital requirement of 130 mEUR, which means a margin of 52 percentage points. The bank therefore has a good capital adequacy which fulfills both statutory and internal requirement.

kEUR	30 September, 2010
Capital base	
Primary capital	136 770
Supplementary capital	60 840
Net capital base	197 610
Capital requirement credit risk according to the standardised approach	104 902
Capital requirement operational risk according to the base indicator approach	19 580
Capital requirement currency risk	5 378
Total capital requirement	129 860
Capital adequacy quotient	1,52
Total minimum capital requirement	129 860