

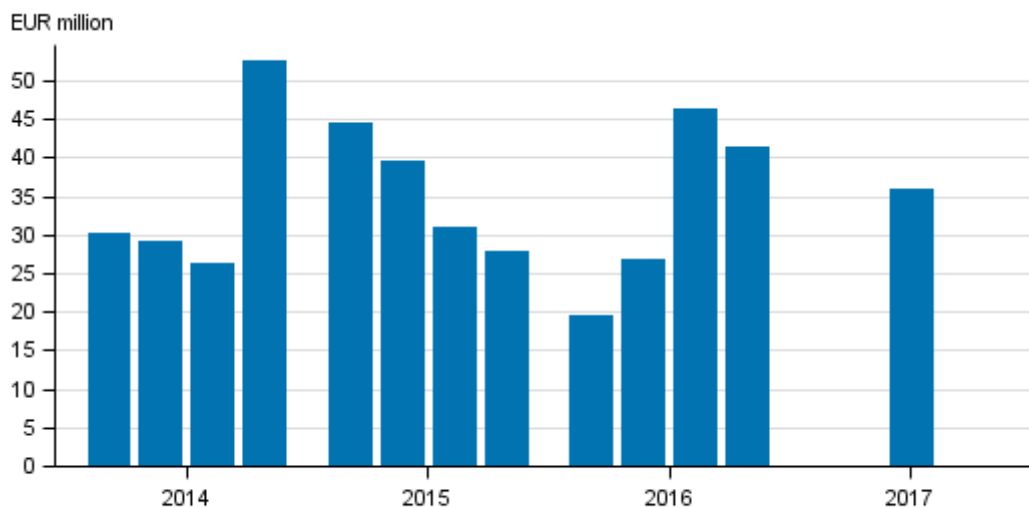
Investment service companies

2017, 1st quarter

Net operating profit of investment service companies grew from the previous year's January to March

The net operating profit of investment service companies was EUR 36 million in the first quarter of 2017. The net operating profit increased by EUR 16 million compared with the corresponding quarter last year. Compared with the previous quarter, EUR six million more net operating profit was accumulated. These data derive from Statistics Finland's statistics on investment service companies.

Investment firms' net operating profit by quarter 2014–2017, EUR million



Commission income and expenses

Commission income is the most significant income item of investment service companies. Compared with the previous year's corresponding quarter, commission income grew by 16.2 per cent to EUR 104 million in the first quarter. Commission income is usually at its peak in the last quarter of the year. Compared with the previous quarter, that is, the last quarter of 2016, commission income diminished by EUR 16

million. In turn, commission expenses amounted to EUR 26 million, which is EUR three million and 11.3 per cent more than one year previously. Compared with the previous quarter, commission expenses went down by nearly EUR 0.5 million.

Dividend income

Investment service companies' dividend income totalled EUR 3.1 million in the first quarter of 2017. In the first quarter of the previous year, dividend income amounted to EUR 1.9 million, being EUR 3.9 million for the whole year.

Administrative expenses

The largest expenditure item of investment service companies was administrative expenses, which in the first quarter of 2017 amounted to EUR 48 million, which is EUR one million more than in the previous year. Compared with the previous quarter, administrative expenses fell by EUR nine million. Of the administrative expenses, personnel expenses amounted to EUR 29 million, or 60 per cent of total administrative expenses. Other operating expenses amounted to EUR 19 million, which is nearly EUR 0.5 million less than one year previously.

Balance sheets

The aggregate value of the balance sheets was EUR 346 million. Compared with the corresponding quarter of the previous year, the increase was 3.2 per cent, or around EUR 11 million. The share of own equity in the total of the balance sheets was 58 per cent.

At the end of the first quarter of 2017, there were 64 investment service companies operating in Finland, of which 40 generated a positive result during the accounting year.

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Appendix tables

Appendix table 1. Profit and loss accounts of investment firms 1.1.- 31.3.2017, EUR thousands

	1.1.- 31.3.2017
Interest income	112
Interest expenses	74
NET INCOME FROM FINANCIAL OPERATIONS	37
(Expenses on share capital repayable on demand)	.. ¹⁾
Dividend income	3 132
Fee and comission income	104 177
(Fee and comission expenses)	26 368
Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net	408
Gains or (-) losses on financial assets and liabilities held for trading, net	1 202
Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net	59
Gains or (-) losses from hedge accounting, net	..
Exchange differences [gain or (-) loss], net	76
Gains or (-) losses on derecognition of non financial assets, net	..
Other operating income	7 557
(Other operating expenses)	5 170
TOTAL OPERATING INCOME, NET	85 118
(Administrative expenses)	48 328
of which: Wages, salaries and fees (including staff-related cost)	29 190
of which: Other administrative expenses	19 138
(Depreciation)	1 008
(Provisions or (-) reversal of provisions)	..
(Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss)	..
(Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates)	..
(Impairment or (-) reversal of impairment on non-financial assets)	..
Negative goodwill recognised in profit or loss	..
Share of profit or (-) loss in investments in subsidiaries, joint ventures and associates.	..
Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations	..
PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS	35 815
(Appropriations)	..
(Tax expense or (-) income related to profit or loss from continuing operations)	..
PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS	26 979
Extraordinary profit or (-) loss after tax	..
PROFIT OR (-) LOSS AFTER TAX FROM DISCONTINUING OPERATIONS	..
PROFIT OR (-) LOSS FOR THE YEAR	26 979

1) Data not available or too uncertain for presentation, or subject to secrecy

Appendix table 2. Balance sheet of investment firms 1.1.- 31.3.2017, EUR thousands

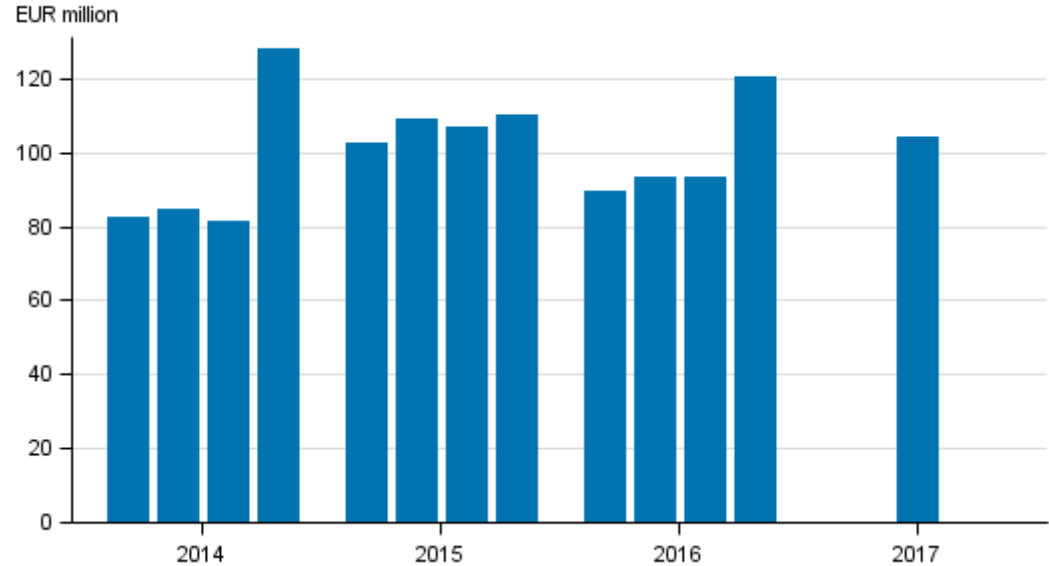
	1.1.- 31.3.2017
ASSETS	.
Cash, cash balances at central banks and other demand deposits	135 675
Financial assets held for trading	4 753
Financial assets designated at fair value through profit or loss	10 052

	1.1.- 31.3.2017
Available-for-sale financial assets	11 100
Loans and receivables	3 234
Held-to-maturity investments	1 829
Derivatives - Hedge accounting (assets)	.. ¹⁾
Fair value changes of the hedge items in portfolio hedge of interest rate risk (assets)	..
Investments in subsidiaries, joint ventures and associates	14 924
Investments of investment service companies in subsidiaries, joint ventures and associates	..
Tangible assets	6 012
Intangible assets	14 782
Other assets	108 367
Non-current assets held for sale and transferable item groups	..
Tax assets	4 113
TOTAL ASSETS	346 072
LIABILITIES	..
Financial liabilities held for trading	..
Financial liabilities designated at fair value through profit or loss	..
Financial liabilities measured at amortised cost	3 828
Derivatives - Hedge accounting (liabilities)	..
Fair value changes of the hedge items in portfolio hedge of interest rate risk (liabilities)	..
Provisions	6 689
Tax liabilities	3 452
Share capital repayable on demand	..
Other Liabilities	91 424
Liabilities included in disposal groups classified as held for sale	..
Depreciation difference	33
Voluntary provisions	..
TOTAL LIABILITIES	145 134
Equity	30 347
Share premium	7 317
Equity instruments issued other than capital	..
Other equity	3 975
Accumulated other comprehensive income	-3 166
Retained earnings	111 367
Revaluation reserves	..
Other reserves	49 101
(-) Treasury shares	..
Profit or loss allocated to shareholders of the parent company	..
(-) Interim dividends	..
Minority interests (non-controlling owners' interests)	..
TOTAL EQUITY	200 940
TOTAL EQUITY AND TOTAL LIABILITIES	346 074

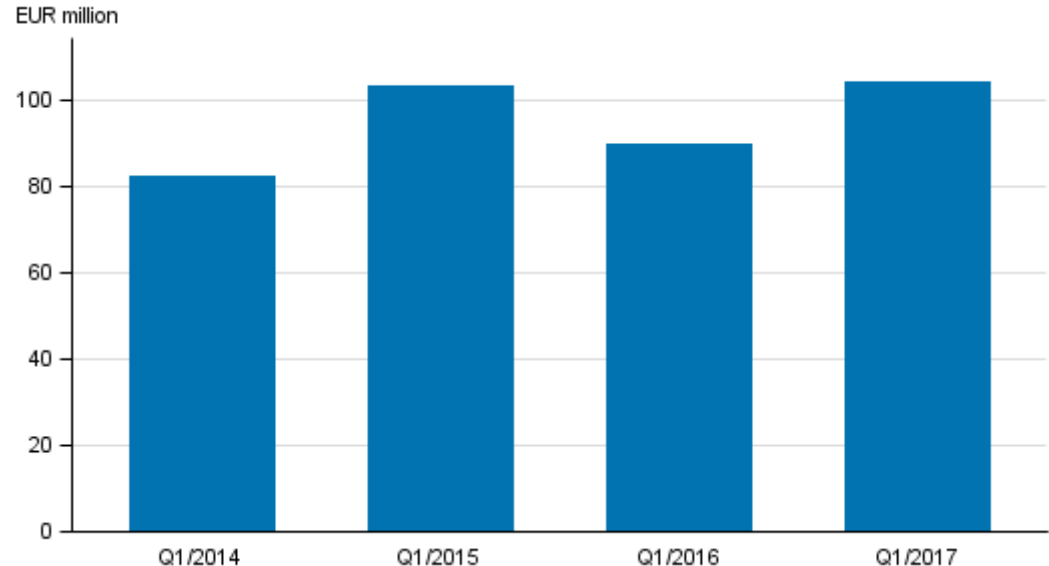
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Figures

**Appendix figure 1. Investment firms' commission income by quarter
2014-2017, EUR million**



**Appendix figure 2. Investment firms' commission income by quarter,
1:st quarter 2014-2017, EUR million**



Inquiries

Jarkko Kaunisto 029 551 3551

Pekka Tamminen 029 551 2460

Director in charge:

Ville Vertanen

rahoitusmarkkinat@stat.fi

www.tilastokeskus.fi

Source: Investment firms, Statistics Finland