PRESS RELEASE

16.7.2014

EVLI BANK'S INTERIM REPORT 1-6/2014:
Steady profit performance continued

- The Group's net commission income for the review period rose by 8 percent and was EUR 26.0 million (1-6/2013: EUR 24.1 million).
- The Group's net revenue for the review period increased by 3 percent and was EUR 30.2 million (EUR 29.3 million).
- The Group's operating profit was EUR 4.9 million (EUR 3.9 million).
- The Group's profit for the review period was EUR 3.8 million (EUR 3.3 million).
- Net assets under management had a good growth during the period and totaled EUR 6.3 billion (EUR 5.3 billion) at the end of June.
- Evli Bank's liquidity is good and its capital adequacy remained at a high level.
- Evli was selected as the second-best fixed income portfolio manager in Europe in a prestigious Morningstar comparison.

KEY FIGURES	4-6/ 2014	4-6/ 2013	1-6/ 2014	1-6/ 2013	1-12/ 2013
Sales, M€	16,7	16,2	31,1	30,3	57,4
Net revenue, M€	16,3	15,8	30,2	29,3	55,5
Operating profit / loss, M€	2,4	2,8	4,9	3,9	6,7
Profit / Loss for financial year, M€	1,9	2,5	3,8	3,3	5,6
Operating profit / loss % of net revenue	14,5 %	17,7 %	16,2 %	13,4 %	12,1 %
Earnings/share (EPS)	0,3	0,6	0,8	0,7	1,2
Return on equity % (ROE) *			15,2	13,1	11,2
Recurring revenue ratio			80 %	71 %	81 %
Personnel in end of period			252	253	245

** Annualized*

Market performance

Equity prices all over the world started to rise in the second quarter. The OMX Helsinki CAP GI index rose by 6.4 percent and the OMX Stockholm Benchmark GI index rose by 1.4 percent. The main equity market indexes in the USA, Europe, Japan and the emerging markets climbed by 3 to 8 percent.

At its meeting in June, the European Central Bank finally made a decision to implement new measures to support the economic situation in the euro area. The Central Bank lowered the refinancing rate to its lowest ever level of 0.15 percent, and the interest paid on banks' minimum deposits to -0.10 percent. The Central Bank also indicated that it would increase liquidity in the euro system and announced that as of September it will launch targeted longer-term refinancing operations in an attempt to promote lending by banks.

The decline in long rates continued during the second quarter as the yield on the German government's 10-year bond decreased by 0.32 percentage points to 1.25 percent. At the same time the yield on the Italian and Spanish governments' bonds reached all-time lows. During the review period, the euro declined slightly against other main currencies.

Revenue performance

The Evli Group's net revenue continued to grow steadily. During the review period net revenue rose by 3 percent on the corresponding period of 2013 and was EUR 30.2 million (EUR 29.3 million). Commission income and interest margin performance both had a positive effect on net revenue growth. During the review period, commission income grew by 8 percent on the corresponding level of the previous year to EUR 26.0 million (EUR 24.1 million). Good performance in fund and advisory operations in particular had a positive impact on this growth. Revenue in the comparison period was boosted by the exceptional earnings of the Group's investment operations.

The Wealth Management unit's performance was stable during the review period. The unit's net revenue increased by 3 percent on the corresponding period of 2013. This increase was supported by an increase in assets under management and direct fund sales in Finland and Sweden.

The Markets unit's net revenue for the review period declined by 2 percent on the comparison period. Revenue performance was negatively affected by the derivatives trading business environment that was more challenging than it had been the previous year and a decline in client initiatives regarding funds listed on the stock exchange. Revenue was boosted especially by an increase in net income from securities trading. This net income included income from both market making and bond brokerage. The unit's strategic goal is to reduce its dependence on traditional equity brokerage and to expand brokerage to cover other capital market products. During the review period, 45 percent of the unit's revenue was derived from other capital market products.

The Corporate Finance unit’s net revenue almost tripled in comparison with the corresponding period of 2013. Significant fluctuations in net revenue from one quarter to the next are typical of the Corporate Finance business.

Evli’s strategic objective is to raise the proportion of revenue accounted for by recurring revenue to a level that would fully cover operating expenses. In the review period, recurring revenue covered 80 percent (71%) of the Group’s overall expenses. The client margin, and the revenues from Wealth Management operations, fund operations, custody operations and incentive systems’ management, are deemed to be recurring revenue.

Result and cost structure

The Group’s profit for the review period before taxes and profit sharing with employees grew on the previous year and was EUR 6.5 million (EUR 4.7 million). The profit for the period was EUR 3.8 million (EUR 3.3 million).

In recent years Evli has increased its operational efficiency and thus streamlined its cost structure. During the review period the Group’s operating costs decreased by 4 percent from the previous year’s level. The operating costs for 2014 include EUR 0.7 million in impairment of goodwill. Evli’s expense/income ratio improved and was 0.84 (0.87).

During the first half-year Evli launched a strategic project to achieve its new corporate vision, which is to be ‘Simply Unique’. Evli’s aim is to simplify both its own and its clients’ investmentprocesses and to offer clients a service that is increasingly perceived as truly unique. The results of the project are expected to be achieved gradually during 2014 and 2015.

Balance sheet and funding

The Group’s equity was EUR 49.7 million at the end of the review period. Evli applies the standardized approach (capital requirement for credit risk) and the basic indicator approach (capital requirement for operational risk) in its capital adequacy calculation. The Group’s capital adequacy ratio of 14.1 percent clearly exceeds the regulator’s requirement of 8 percent.

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Total tier 1 capital, M€	30.6.2014	30.6.2013
Share capital	30,2	30,2
Funds total	15,1	15,2
Minority interest	0,8	0,9
Decreases:		
Intangible assets	9,0	12,3
Other decreases	0,5	0,9
Total tier 1 capital	36,7	33,2

Evli Bank has no tier 2 capital.

Minimum requirement of own funds, M€	30.6.2014	30.6.2014
Minimun capital adequacy requirement by asset group, standard credit risk method (€ million):	Min. requirement	Risk-weighted value
Claims from the state and central banks	0,0	0,0
Claims from regional governments and local authorities	0,0	0,0
Claims from credit institutions and investment firms	5,0	61,9
Investments in mutual funds	0,3	4,0
Claims secured with property	0,3	3,5
Claims from corporate customers	0,5	5,9
Items with high risk, as defined by the authorities	0,3	3,8
Other items	5,9	73,2
Minimum amount of own funds, market risk, € million	0,7	9,1
Minimum amount of own funds, operational risk, € million	7,9	98,8
Total	20,8	260,2

New capital adequacy requirements of the Basel Committee (Basel III) entered into force on January 1, 2014. Due to the capital adequacy requirements, the capital requirements related to credit risk have grown primarily with respect to the bank's Treasury unit's bond investments and the counterparty risks associated with OTC derivatives.

The Group's funding from the public and credit institutions decreased by 29 percent on the previous year. The company's loan portfolio decreased by 11 percent year on year to approximately EUR 54.8 million. The ratio of loans granted by the Group to Evli Bank Plc's deposits from the public was 20 percent. The Group's liquidity is good.

Personnel and organization

The Group had 252 employees (253) at the end of the review period. This represented a year-on-year decrease of 1 person, or 0.4 percent.

83 percent of the personnel were employed in Finland and 17 percent abroad.

Business areas

Group operations

The Group's interest margin developed favorably compared with the previous year. The returns from Evli's investment activities improved during the review period, but were lower than the exceptionally high returns of 2013.

Wealth Management

Wealth Management in numbers	1-6/2014	1-6/2013	Change %	4-6/2014	4-6/2013	Change %
Net revenue, M€	15,7	15,2	3 %	8,0	7,8	2 %
Operating profit / loss, M€	3,5	1,8	93 %	1,8	1,3	32 %
Personnel, at the end of period	94	90	4 %			
Assets under management (Net), at the end of period, M€	6 348	5 324	19 %			
Assets under management including associated companies (Net), at the end of period, M€	7457	6 436				
Market share (Evli Fund Company), %*	5,1	5,1				
Net subscriptions to own funds, M€*	-5	336				
Average rating of Evli funds in MorningStar	3,4	3,4				
*source: fund report by Finanssialan Keskusliitto ry						

April-June

Fund performance followed the general market performance, which was good during the second quarter. Returns in the first half of the year were, with the exception of funds connected to Russia, positive in fixed income, balanced and equity funds. The best-performing equity fund was Evli Swedish Small Cap (half-year return 20.07%), the best-performing balanced fund was Evli Global Multi Manager 40 (4.33%), and the best-performing fixed income fund was Evli European High Yield (5.15%). Evli Swedish Small Cap outperformed its benchmark index by the widest margin (15.94%).

In a fund comparison carried out in June by the independent Morningstar, the average star rating of Evli's funds registered in Finland was 3.4 (3.4). Of Evli's 26 funds, 21 were included in the comparison. 12 funds in all received the highest or second-highest Morningstar rating.

Evli was the first Finnish asset management house to be a medalist in Morningstar's European awards gala, which recognizes Europe's most skilled portfolio managers. Mikael Lundström, who heads Evli's fixed income team, was selected as one of the top three European fixed income portfolio managers.

At the end of May, the Evli New Republics Fund was merged with the Evli Russia Fund. The reason for the merger is the political situation in Ukraine which has continued to be unstable. At the start of June, the Evli Ruble Debt Fund was merged with the Evli Emerging Markets Equity Fund. The reason for the merger was a decline in the assets managed by the fund, which in turn was due to the poor market conditions and value performance in Russia.

January-June

Wealth Management operations continued to perform well during the review period. Net revenue from Wealth Management operations grew by 3 percent and was EUR 15.7 million (EUR 15.2 million). In particular, the increase in direct fund sales in Finland and in Sweden had a positive effect on revenue performance. The unit's net assets under management totaled EUR 6.3 billion (EUR 5.3 billion) at the end of June, which is 19.2 percent more than a year earlier.

Of Evli's funds, Evli Short Corporate Bond (EUR 67 million) and Evli Europe (EUR 57 million) had received the biggest net subscriptions by the end of June. Evli Euro Liquidity (EUR 720 million) and Evli European High Yield (EUR 719 million) had the most assets at the end of June.

Net subscriptions to funds registered in Finland totaled EUR 3.9 billion (EUR 2.3 billion) at the end of the second quarter. Net subscriptions to Evli's mutual funds totaled EUR -5.2 million (EUR 335.5 million). Evli Fund Management Company's market share remained at the level of the previous year and was 5.1 percent at the end of June. The combined assets of the 26 mutual funds managed by the company were EUR 4,246 million (EUR 3,573 million) and the number of unit holders was 16,325 (17,789).

Evli Bank Plc's subsidiary EPI Russia Partners II Ltd was closed down at the end of May and its remaining assets were transferred to the owner, Evli Bank Plc.

Markets

Markets in numbers	1-6/2014	1-6/2013	Change %	4-6/2014	4-6/2013	Change %
Net revenue, M€	8,7	8,9	-2 %	4,1	4,4	-8 %
Operating profit / loss, M€	1,6	1,3	24 %	0,5	0,5	-10 %
Personnel, at the end of period	44	48	-8 %			
Market share (OMX Helsinki), EUR volume, %	1,3	1,5				
Market share (OMX Helsinki), number of trades, %	1,0	1,1				

April-June

During the second quarter the net revenue of the Markets unit declined by 8 percent from the same period of 2013 and was EUR 4.0 million (EUR 4.4 million).

Evli's Markets unit participated in major capital market operations during the second quarter. For example, Evli brokered 7,000,000 Elektrobit Corporation shares, which corresponds to 5.3 percent of the company's shares. Evli also brokered large numbers of Caverion Corporation and PKC Group Plc shares. During the review period, the unit was also responsible for the bond sales in M-Brain Oy's bond issue.

January-June

The Markets unit's net revenue declined by 2 percent compared with the corresponding period of 2013, and was EUR 8.7 million (EUR 8.9 million). This was due to low market volatility in the first half-year, which decreased the commission income from derivatives and ETF brokerage compared with 2013 and thus had a negative impact on returns. The performance of derivative market making had a positive impact on net income in the review period.

The strategic target of Evli's Markets unit is to raise the proportion of other forms of brokerage rather than 'traditional' equity brokerage in its operations. In the first half of 2014, 45 percent of the unit's brokerage income was accounted for by other product areas.

Corporate Finance

Corporate Finance in numbers	1-6/2014	1-6/2013	Change %	4-6/2014	4-6/2013	Change %
Net revenue, M€	3,4	1,2	182 %	2,7	0,5	410 %
Operating profit / loss, M€	0,9	-1,2	-	1,4	-0,6	-
Personnel, at the end of period	30	27	11 %			

April-June

The Evli Corporate Finance unit's second quarter was successful thanks to increased market activity. During the review period Evli Corporate Finance acted in Sweden as an advisor to Nordic Capital concerning its investment in Gina Tricot, the Swedish fashion retail chain, as an advisor to the board of directors of Readsoft, a leading global provider of software solutions that automate business processes, concerning public takeover offers for the company, and as an advisor to the board of directors of Acando, a listed Swedish consulting company, concerning its public takeover bid for Connecta, another listed Swedish company. In Finland, the unit advised the management of Optima Service concerning the sale of the company to the Danish company, Telecare Service, and also advised M-Brain Oy concerning its bond issue and listing on the Nasdaq OMX Helsinki First North.

During the review period, Evli Corporate Finance confirmed numerous new mandates, which in addition to the existing mandate base, creates a positive outlook for the rest of the year.

January-June

The M&A market performed well during the first half of the year. Client initiatives in M&A activity and IPOs have increased. Favorable stock exchange performance has supported the implementation of public transactions, such as share issues.

The net income of the Corporate Finance unit almost tripled on the previous year and was EUR 3.6 million (EUR 1.2 million). The unit's mandate base is strong. Significant fluctuations in revenue from one quarter to the next are typical of the Corporate Finance business.

Changes in Group structure

There were no significant changes in the Group structure during the review period.

On April 28, 2014, the Boards of Evli Bank Plc and Evli Options Ltd signed a merger plan regarding the merger of Evli Options Ltd with Evli Bank Plc. Evli Bank Plc owns the entire share capital of Evli Options Ltd. The execution of the merger is expected to take place on September 30, 2014.

Evli's shares and share capital

Pursuant to the authorization to acquire own shares issued by the Annual General Meeting (AGM) on March 6, 2013, the company acquired a total of 2,000 Evli shares at the start of 2014. Pursuant to the authorization to acquire Evli shares issued by the AGM on March 10, 2014, the company acquired a total of 4,500 shares during the second quarter of 2014. The shares were acquired in accordance with shareholder agreements through changes in ownership.

The Board of Directors used the authorization granted by the AGM on March 6, 2013 to issue shares and stock options and/or for issuing special rights entitling the holder to shares pursuant to chapter 10, section 1 of the Limited Liability Companies Act, after a decision was made on February 13, 2014 to offer the company's key employees a maximum of 127,500 stock options that entitle their holders to subscribe for a total of 127,500 of the company's new shares in accordance with the terms and conditions of the stock option program. All 127,500 stock options were subscribed for during the stock options' subscription period of 1.4.2014–30.4.2014.

The total number of shares at the end of the review period was 4,091,509 shares. At the end of the review period, the company held a total of 45,825 Evli shares.

Shareholders' equity was EUR 30,194,097.31 at the end of the review period. There were no changes in the share capital during the review period.

Dividend

In accordance with the proposal of the Board, the Annual General Meeting held on March 10, 2014 resolved to distribute EUR 0.65 per share in dividends, a total of EUR 2.6 million, for the 2013 financial year. Dividends were paid on March 20, 2014.

Board of Directors and auditors

Evli Bank Plc's Annual General Meeting confirmed six as the number of members of the Board. Henrik Andersin, Robert Ingman, Harri-Pekka Kaukonen, Mikael Lilius, Teuvo Salminen and Thomas Thesleff were re-elected to Evli Bank Plc's Board of Directors. Henrik Andersin was chosen as Chairman of the Board.

The Annual General Meeting elected KPMG Oy Ab, Authorized Public Accountants, as the company's auditor and Marcus Tötterman, APA, as the principally responsible auditor.

Board authorizations

Evli Bank Plc's AGM resolved on March 10, 2014 to authorize the Board of Directors to decide on issuing shares and stock options and/or issuing special rights entitling the holder to shares pursuant to chapter 10, section 1, of the Limited Liability Companies Act in one or more lots in such a way that the total number of shares granted on the basis of the authorization would be a maximum of three hundred and six thousand, eight hundred and sixty (306,860) shares. Based on the authorization, the Board of Directors is entitled to decide on issuing shares and stock options and/or issuing special rights entitling the holder to shares pursuant to chapter 10, section 1, of the Limited Liability Companies Act in the same way as a General Meeting could decide on such matters, in every respect. The authorization remains valid until further notice, but will expire no later than eighteen (18) months after the decision of the General Meeting.

Evli Bank Plc's Annual General Meeting resolved on March 10, 2014 to authorize the Board of Directors to decide on buying back Evli shares. A maximum of 409,150 shares may be bought back pursuant to the authorization, and they may be bought back in one or more lots, provided that after the purchase the total number of shares in the possession of, or held as pledges by, the company and its subsidiaries does not exceed ten (10) percent of the company's total shares. The Board of Directors is also authorized to buy back Evli shares other than in proportion to the shareholders' holdings, and to determine the order of buying back the shares. The authorization will expire eighteen (18) months after the decision of the Annual General Meeting.

Risk Management

The objective of risk management is to support the uninterrupted implementation of the Group's strategy and income-generating activities. The Board of Evli's parent company confirms the risk management principles, the Group's risk limits and other guidelines according to which risk management and internal control are organized at Evli. The Board has also set up a credit and asset liability committee (Credalco) that briefs it on risk-taking matters. The Risk Management unit oversees daily operations and compliance with the risk limits granted to the business units.

The delta-adjusted price risk of Evli's own investment portfolio and proprietary trading was approximately EUR 6.5 million at the end of June, and a 20 percent negative market movement would have resulted in a scenario loss of approximately EUR 1.2 million. At the end of June, the Treasury unit's interest rate risk was approximately

EUR +/- 0.5, based on the assumption that market rates will rise/fall by one percentage point. Evli's liquidity has remained solid.

Business environment

The business environment remained strong in all of Evli's operating areas. Performance was especially good in international sales of funds, which grew rapidly in the review period.

Trading volumes on NASDAQ OMX Helsinki Ltd and the share index both increased on the levels in the comparison period. Asset values have also risen. Positive factors include increased interest in mergers, acquisitions and IPOs, and the high number of client initiatives in general. The overall low level of volatility in derivatives and ETF brokerage has weakened trading activity. Increasing price competition is a continuous challenge for the Markets unit. Low interest rates are expected to continue for the time being, which will contribute negatively to bank interest margins.

During the review period the first Supreme Administrative Court decisions regarding the legal obligation to pay VAT on discretionary asset management services that entered into force at the beginning of May 2013 were announced. It seems that the decisions made will place the market participants in an unequal position, which will lead to changes in this service area.

Outlook

Earnings for 2014 are expected to be clearly positive, as they were in the previous year. This view is supported by the good profit development during the first half of the year and the fact that recurring revenue covers a substantial portion of the company's overall costs.

Helsinki, July 16, 2014

Board of Directors

Further information:

Maunu Lehtimäki, CEO
Tel. +358 (0)9 4766 9304 or +358 (0)50 553 3000

Juho Mikola, CFO
Tel. +358 (0)9 4766 9871 or +358 (0)40 717 8888

www.evli.com

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EVLI BANK PLC GROUP

CONSOLIDATED INCOME STATEMENT, M€	4-6/ 2014	4-6/ 2013	1-6/ 2014	1-6/ 2013	1-12/ 2013
Net interest income	0,3	0,1	0,5	0,2	0,5
Commission income and expense, net	14,1	12,3	26,0	24,1	49,5
Net income from securities transactions and foreign exchange dealing	1,8	3,2	3,6	4,7	5,1
Other operating income	0,1	0,2	0,2	0,3	0,4
Administrative expenses					
Personnel expenses	-6,0	-6,2	-11,7	-12,5	-23,3
Other administrative expenses	-4,0	-3,9	-7,4	-7,6	-13,9
Depreciation, amortisation and write-down	-1,3	-1,1	-2,7	-2,3	-4,7
Other operating expenses	-1,0	-1,1	-2,0	-2,3	-4,2
Impairment losses on loans and other receivables	0,0	0,0	0,0	0,0	0,0
NET OPERATING PROFIT / LOSS BEFORE PROFITSHARING	4,0	3,5	6,5	4,7	9,4
Profitsharing	-1,6	-0,7	-1,6	-0,7	-2,7
NET OPERATING PROFIT / LOSS	2,4	2,8	4,9	3,9	6,7
Share of profits (losses) of associates	0,1	0,1	0,1	0,1	0,2
Income taxes*	-0,6	-0,4	-1,2	-0,7	-1,2
PROFIT / LOSS FOR FINANCIAL YEAR	1,9	2,5	3,8	3,3	5,6
Attributable to					
Non-controlling interest	0,3	0,1	0,4	0,3	0,6
Equity holders of parent company	1,6	2,4	3,4	3,0	5,0
PROFIT / LOSS FOR FINANCIAL YEAR	1,9	2,5	3,8	3,3	5,6
INCOME AND EXPENSES RECOGNISED DIRECTLY IN EQUITY:					
Items, that will not be reclassified to profit or loss	-0,1	-0,1	-0,1	-0,2	-0,1
Income and expenses recognised directly in equity	-0,1	-0,1	-0,1	-0,2	-0,1
Items that are or may be reclassified subsequently to profit or loss					
Foreign currency translation differences - foreign operations	-0,1	-0,1	-0,1	-0,2	-0,1
Tax on items that are or may be reclassified subsequently to profit or loss	0,0	0,0	0,0	0,0	0,0
PROFIT / LOSS FOR FINANCIAL YEAR	-0,1	-0,1	-0,1	-0,2	-0,1
	-0,1	-0,1	-0,1	-0,2	
TOTAL RECOGNISED INCOME AND EXPENSES FOR THE PERIOD	1,8	2,4	3,8	3,2	5,6
Attributable to					
Non-controlling interest	0,3	0,1	0,4	0,3	0,6
Equity holders of parent company	1,4	2,3	3,3	2,8	4,9

** Taxes are proportionate to the net profit for the period*

CONSOLIDATED INCOME STATEMENT, M€	4-6/ 2014	1-3/2014	10-12/2013	7-9/2013	4-6/ 2013
Net interest income	0,3	0,2	0,2	0,1	0,1
Commission income and expense, net	14,1	11,9	15,1	10,2	12,3
Net income from securities transactions and foreign exchange dealing	1,8	1,8	-0,8	1,2	3,2
Other operating income	0,1	0,1	0,1	0,0	0,2
Administrative expenses					
Personnel expenses	-6,0	-5,7	-5,9	-4,9	-6,2
Other administrative expenses	-4,0	-3,4	-3,3	-2,9	-3,9
Depreciation, amortisation and write-down	-1,3	-1,4	-1,4	-1,0	-1,1
Other operating expenses	-1,0	-1,0	-0,9	-1,0	-1,1
Impairment losses on loans and other receivables	0,0	0,0	0,0	0,0	0,0
NET OPERATING PROFIT / LOSS BEFORE PROFITSHARING	4,0	2,5	3,1	1,7	3,5
Profitsharing	-1,6	0,0	-1,8	-0,2	-0,7
NET OPERATING PROFIT / LOSS	2,4	2,5	1,3	1,5	2,8
Share of profits (losses) of associates	0,1	0,0	0,1	0,0	0,1
Income taxes*	-0,6	-0,6	-0,1	-0,4	-0,4
PROFIT / LOSS FOR FINANCIAL YEAR	1,9	1,9	1,2	1,1	2,5
Attributable to					
Non-controlling interest	0,3	0,1	0,2	0,1	0,1
Equity holders of parent company	1,6	1,8	1,0	1,0	2,4
PROFIT / LOSS FOR FINANCIAL YEAR	1,9	1,9	1,2	1,1	2,5
INCOME AND EXPENSES RECOGNISED DIRECTLY IN EQUITY:					
Items, that will not be reclassified to profit or loss	-0,1	0,0	0,0	0,0	0,0
Income and expenses recognised directly in equity	0,0	0,0	0,0	0,0	0,0
Items that are or may be reclassified subsequently to profit or loss					
Foreign currency translation differences - foreign operations	-0,1	0,1	0,0	0,1	-0,2
Tax c Net amount tranferred to profit or loss	0,0	0,0	0,0	0,0	0,0
PROFIT / LOSS FOR FINANCIAL YEAR	-0,1	0,1	0,0	0,1	-0,2
	-0,1	0,1	0,0	0,1	-0,2
TOTAL RECOGNISED INCOME AND EXPENSES FOR THE PERIOD	1,8	2,1	1,2	1,2	2,3
Attributable to					
Non-controlling interest	0,3	0,1	0,2	0,1	0,1
Equity holders of parent company	1,4	2,0	1,0	1,1	2,3

** Taxes are proportionate to the net profit for the period*

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CONSOLIDATED BALANCE SHEET, M€	30.6.2014	30.6.2013	31.12.2013
ASSETS			
Liquid assets	71,5	198,7	61,0
Debt securities eligible for refinancing with central banks	70,6	129,2	105,0
Claims on credit institutions	90,5	59,8	90,4
Claims on the public and public sector entities	54,8	61,7	58,7
Debt securities	61,1	33,6	64,0
Shares and participations	42,0	34,6	46,0
Participating interests	3,3	3,5	3,6
Derivative contracts	8,9	9,0	19,7
Intangible assets	9,5	13,2	11,5
Property, plant and equipment	2,6	3,3	3,0
Other assets	161,7	326,4	109,3
Accrued income and prepayments	5,4	3,5	3,0
Deferred tax assets	1,2	1,1	0,8
TOTAL ASSETS	583,0	877,8	576,0

CONSOLIDATED BALANCE SHEET, M€	30.6.2014	30.6.2013	31.12.2013
LIABILITIES			
Liabilities to credit institutions and central banks	6,0	12,5	18,9
Liabilities to the public and public sector entities	268,0	357,0	260,9
Debt securities issued to the public	39,9	73,9	70,7
Derivative contracts and other trading liabilities	22,3	27,8	46,4
Other liabilities	183,7	344,8	115,9
Accrued expenses and deferred income	12,9	11,7	13,7
Deferred tax liabilities	0,5	0,9	0,8
	533,3	828,5	527,2
Equity to holders of parent company	48,7	48,4	47,7
Non-controlling interest in capital	0,9	0,9	1,0
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	583,0	877,8	576,0

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EQUITY CAPITAL, M€		Share capital	Share premium fund	Reserve for invested unrestricted equity	Other reserves	Translation difference	Retained earnings	Total	Non-controlling interest	Total Equity
Equity capital	31.12.2012	30,2	1,8	11,1	0,1	0,3	4,7	48,3	0,9	49,2
Translation difference						-0,1		-0,1		-0,1
Profit/loss for the period							3,0	3,0	0,3	3,3
Dividends							-2,4	-2,4	-0,3	-2,7
Acquisition of own shares							-0,3	-0,3		-0,3
Other changes								0,0		0,0
Equity capital	30.6.2013	30,2	1,8	11,1	0,1	0,2	5,1	48,4	0,9	49,3
Translation difference						-0,1		-0,1		-0,1
Profit/loss for the period							2,0	2,0	0,3	2,3
Dividends							-2,5	-2,5	-0,1	-2,6
Share issue				1,6				1,6		1,6
Acquisition of own shares							-0,7	-0,7		-0,7
Other changes							-1,1	-1,1		-1,1
Equity capital	31.12.2013	30,2	1,8	12,7	0,1	0,1	2,8	47,7	1,0	48,8
Translation difference								0,0		0,0
Profit/loss for the period							3,4	3,4	0,4	3,8
Dividends							-2,6	-2,6	-0,3	-2,9
Share issue								0,0		0,0
Share options exercised					0,1			0,1		0,1
Acquisition of own shares							0,0	0,0		0,0
Other changes								0,0		0,0
Equity capital	30.6.2014	30,2	1,8	12,6	0,2	0,0	3,5	48,7	0,9	49,7

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CASH FLOW STATEMENT, M€	1-6/ 2014	1-6/ 2013	1-12/ 2013
Cash flows from operating activities			
Interest and commission received	33,4	44,1	78,7
Interest and commissions paid	-2,1	-3,1	-5,0
Cash payments to employees and suppliers	-19,0	-25,8	-43,8
Increase(-) or decrease(+) in operating assets:			
Net change in trading book assets and liabilities	0,7	37,6	-14,8
Deposits held for regulatory or monetary control purposes	-11,2	-10,3	-20,7
Funds advanced to customers	32,5	75,3	12,9
Issue of loan capital	-30,8	10,9	7,8
Net cash from operating activities before income taxes	3,6	128,9	15,1
Income taxes	-1,3	0,0	-0,9
Net cash used in operating activities	2,3	128,9	14,2
Cash flows from investing activities			
Proceeds from sales of subsidiaries and associates	0,5	-3,4	-2,8
Proceeds from sales of non-dealing securities	0,0	0,2	0,0
Acquisition of property, plant and equipment and intangible	-0,3	-1,7	-2,1
Net cash used in investing activities	0,3	-4,9	-4,9
Cash flows from financing activities			
Proceeds from issue of shares capital	0,0	0,0	0,7
Purchase of own shares	0,0	-0,3	-1,0
Payment of finance lease liabilities	-0,2	0,0	-0,2
Dividends paid	-2,9	-2,8	-5,5
Net cash from financing activities	-3,0	-3,1	-6,0
Net increase / decrease in cash and cash equivalents	-0,4	120,9	3,4
Cash and cash equivalents at beginning of period	126,3	123,1	123,1
Cash and cash equivalents at end of period	125,8	243,9	126,3

2014	Markets	Corporate Finance	Wealth Management	Group Operations	Unallocated	Group
SEGMENT INCOME STATEMENT, M€	1-6/ 2014	1-6/ 2014	1-6/ 2014	1-6/ 2014	1-6/ 2014	1-6/ 2014
REVENUE						
External sales	8,9	3,4	15,7	1,8	0,5	30,2
Inter-segment sales	-0,2	0,0	0,0	0,2	0,0	0,0
Total revenue	8,7	3,4	15,7	2,0	0,5	30,2
RESULT						
Segment operating expenses	-5,8	-2,2	-9,5	-7,1	-0,7	-25,3
Corporate expenses	-1,3	-0,1	-2,6	4,0	0,0	0,0
Operating profit	1,6	1,1	3,5	-1,2	-0,1	4,9
					0,1	0,1
Income taxes					-1,2	-1,2
Segment profit/loss after taxes	1,6	1,1	3,5	-1,2	-1,2	3,8
SEGMENT BALANCE SHEET	30.6.2014	30.6.2014	30.6.2014	30.6.2014		30.6.2014
Segment assets	208,3	1,6	18,7	384,1		
Unallocated corporate assets					-29,7	
Consolidated total assets						583,0
Segment liabilites	152,6	0,5	8,1	387,2		
Unallocated corporate liabilities					-15,1	
Consolidated total liabilities						533,3

2013	Markets	Corporate Finance	Wealth Management	Group Operations	Unallocated	Group
SEGMENT INCOME STATEMENT, M€	1-6/ 2013	1-6/ 2013	1-6/ 2013	1-6/ 2013	1-6/ 2013	1-6/ 2013
REVENUE						
External sales	9,1	1,2	15,2	3,5	0,3	29,3
Inter-segment sales	-0,2	0,0	0,0	0,2	0,0	0,0
Total revenue	8,9	1,2	15,2	3,7	0,3	29,3
RESULT						
Segment operating expenses	-5,9	-2,5	-10,5	-6,2	-0,2	-25,4
Unallocated corporate expenses	-1,7	-0,2	-2,9	4,8	0,0	0,0
Operating profit	1,3	-1,5	1,8	2,2	0,0	3,9
					0,1	0,1
Income taxes					-0,7	-0,7
Segment profit/loss after taxes	1,3	-1,5	1,8	2,2	-0,5	3,3
SEGMENT BALANCE SHEET	30.6.2013	30.6.2013	30.6.2013	30.6.2013		30.6.2013
Segment assets	313,6	2,4	28,2	578,3		
Unallocated corporate assets					-44,7	
Consolidated total assets						877,8
Segment liabilities	237,1	0,8	12,5	601,5		
Unallocated corporate liabilities					-23,4	
Consolidated total liabilities						828,5

Group Operations comprise the Treasury, Group Risk Management, Financial Administration, Information Management, Group Communications, Legal Department and Compliance, and Human Resources.

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KEY FIGURES DESCRIBING THE FINANCIAL PERFORMANCE OF THE GROUP	1-6/ 2014	1-6/ 2013	1-12/ 2013
Net revenue, M€	30,2	29,3	55,5
Operating profit / loss, M€	4,9	3,9	6,7
% of net revenue	16,2	13,4	12,1
Profit / Loss for financial year, M€	3,8	3,3	5,6
% of net revenue	12,7	11,3	10,2
Return on equity % (ROE) *	15,2	13,1	11,2
Return on assets % (ROA) *	1,3	0,9	0,9
Equity/total assets ratio %	8,5	5,6	8,5
Expense ratio (operating costs to net revenue)	0,84	0,87	0,88
Personnel in end of period	252	253	245

*annualised

Evli Group´s capital adecuacy	30.6.2014	30.6.2013	31.12.2013
Own assets, M€ *	36,7	33,2	35,0
Risk-weighted items total for market- and credit risks, M€	161,4	140,9	152,8
Capital adequacy ratio, %	14,1	13,7	13,9
Evli Bank Plc:s adequacy ratio, %	18,6	18,2	18,4
Own funds surplus M€	15,8	13,7	14,9
Own funds in relation to the minimum capital requirement	1,8	1,7	1,7

** includes only prime own assets*

Calculation of key ratios

Net revenue

From Income Statement. Includes gross returns, deducted by interest and commission expenses.

Operating profit

From Income Statement

Profit for the financial year

From Income Statement

Return on equity (ROE), %

$$= \frac{\text{Operating profit/loss - taxes}}{\text{Equity capital and minority interest (average of the figures for the beginning and at the end of the year)}} \times 100$$

Return on assets (ROA), %

$$= \frac{\text{Operating profit/loss - taxes}}{\text{Average total assets (average of the figures for the beginning and at the end of the year)}} \times 100$$

Equity / Total assets ratio, %

$$= \frac{\text{Equity capital}}{\text{Total assets}} \times 100$$

Expense ratio as earnings to operating costs

$$= \frac{\text{Administrative expenses + depreciation and impairment charges+ other operating expenses}}{\text{Net interest income + net commission income + net income from securities transactions and foreign exchange dealing + other operating income}} \times 100$$

Earnings/share

$$= \frac{\text{Total recognised income and expenses for the period without the share of the non-controlling interest}}{\text{Shares outstanding}}$$

ACCOUNTING POLICIES

The Interim Report complies with IAS 34, Interim Reports, as approved by the EU. The accounting policies applied to the financial statements and the segment reporting policies are detailed in the financial statements for 2013. Evli Bank Plc applies the standards IFRS 10 Consolidated Financial Statements, IFRS 11 Joint Arrangements and IFRS 12 Disclosure of Interests in Other Entities since 1.1.2014. The amended standards are not expected to have an impact on Evli's consolidated financial statements.

NOTES TO BALANCE SHEET, M€	30.6.2014	30.6.2013	31.12.2013
Equity and debt securities			
Equity securities are presented in the Statement of Changes in Equity			
Debt securities issued to the public			
Certificates of Deposits and commercial papers	0,0	0,0	15,0
Bonds	39,9	58,9	55,7
Debt securities issued to the public	39,9	39,9	70,7

Breakdown by maturity	less than 3 months	3-12 months	1-5 years
Debt securities issued to the public	0,0	15,0	24,9

Changes in bonds issued to the public	30.6.2014	30.6.2013	31.12.2013
Issues	10,4	1,3	8,1
Repurchases	15,0	6,1	12,3
Off-balance sheet commitments			
Commitments given to a third party on behalf of a customer	4,3	2,8	3,1
Irrevocable commitments given in favour of a customer	0,5	0,6	0,5
Guarantees on behalf of others	0,6	0,6	0,6
Unused credit facilities	2,6	2,5	2,1

1-6/ 2014 Transactions with related parties	Associated companies	Group management	Group management
Receivables	0,0	0,1	0,1

There were no major changes in transactions with related parties in the review period.

The figures are unaudited.

Derivative contracts

Overall effect of risks associated with derivative contracts

Nominal value of underlying , brutto

	Remaining maturity			2014
	Less than 1 year	1-5 years	5-15 years	Fair value (+/-)
Held for trading				
Interest rate derivatives				
Interest rate swaps	0,0	3,4	0,0	0,0
Currency-linked derivatives	1 788,1	0,0	0,0	0,1
Equity-linked derivatives				
Futures	7,9	0,0	0,0	0,2
Options bought	68,8	24,1	0,0	8,3
Options sold	64,3	24,1	0,0	-9,1
Other derivatives				
Held for trading, total	1 929,2	51,6	0,0	-0,5
Derivative contracts, total	1 929,2	51,6	0,0	-0,5

Equity derivatives held for trading, and other liabilities held for trading hedge the equity delta risk for shares and participations in the trading book.

Currency derivatives comprise commitments made against clients and the associated hedges, and contracts made to hedge currency risk in the balance sheet. The net open risk position of the total amount is small.

Equity derivatives in the banking book hedge the equity risk in equity-linked bonds issued to the public.

Value of financial instruments across the three levels of the fair value hierarchy, M€

	Level1	Level2	Level3	
Financial assets:	2014	2014	2014	
Shares and participations classified as held for trading	22,1	0,0	0,7	22,8
Shares and participations, other	12,9	0,0	6,2	19,1
Debt securities	93,7	30,0	8,1	131,7
Positive market values from derivatives	1,5	0,1	7,3	8,9
Total financial assets held at fair value	130,1	30,1	22,3	182,6
Financial liabilities:				
Shares and participations classified as held for trading	12,0	0,0	0,9	12,9
Negative market values from derivatives	3,3	0,0	6,1	9,4
Total financial liabilities held at fair value	15,2	0,0	7,0	22,3

Explanation of fair value hierarchies:

Level 1

Fair values measured using quoted prices in active markets for identical instruments

Level 2

Fair values measured using directly or indirectly observable inputs, other than those included in level 1

Level 3

Fair values measured using inputs that are not based on observable market data.

Level 1 of the hierarchy includes listed shares, mutual funds and derivatives listed on exchanges, and debt securities that are traded in active OTC- and public markets.

Shares and participations classified in level 3 are usually instruments which are not publicly traded, like venture capital funds and real estate funds.
Derivatives in level 2 or 3 are derivatives whose values are calculated with pricing models widely in use, like Black-Scholes.
Derivative valuations for level 3 instruments contain inputs (volatility and dividend estimate) which are not directly observable in the market.
Debt securities valuations that are obtained from markets that are not fully active, have a fair value level hierarchy of 2. Level 3 valuations for debt securities are valuations received directly from the arranger of the issue.