



NORDIC  
INVESTMENT  
BANK

FINANCING  
THE  
FUTURE

# Financial information January–April 2016

(unaudited)



**Table of contents**

Key figures .....	3
Comments on NIB's financial figures January–April 2016 .....	4
Income statement .....	5
Statement of comprehensive income .....	5
Statement of financial position .....	6
Statement of changes in equity .....	7
Cash flow statement .....	8

## Key figures

<i>(in EUR million unless otherwise specified)</i>	<b>Apr 2016*</b>	<i>Apr 2015*</i>	<i>Dec 2015</i>
Net interest income	<b>75</b>	80	247
Profit/loss	<b>51</b>	79	215
Loans disbursed	<b>627</b>	405	2,716
Loans agreed	<b>865</b>	447	2,830
Loans outstanding	<b>15,658</b>	15,301	15,627
Guarantee commitments	<b>-</b>	-	-
New debt issues	<b>2,470</b>	2,196	4,276
Debts evidenced by certificates	<b>21,156</b>	21,957	20,862
Total assets	<b>27,481</b>	28,579	27,311
Equity/total assets (%)	<b>11.5</b>	10.7	11.5
Profit/average equity (%)	<b>4.9</b>	7.8	7.0
Number of employees (average during the period)	<b>190</b>	190	188

\* Unaudited figures, to be read in conjunction with NIB's audited financial statements for 2015 and the notes thereto.

## Comments on NIB's financial figures January–April 2016

The flow of deals in NIB's lending continued to be at a high level, with a total of EUR 865 million in loans agreed (Jan–Apr 2015: EUR 447 million). Disbursements totalled EUR 627 million (Jan–Apr 2015: EUR 405 million).

The growth was driven, in particular, by increased demand for long-term financing in the municipal sector in the Bank's member countries for the purpose of upgrading and replacing infrastructure in the areas of water supply and wastewater treatment, as well as energy generation and distribution.

The profit for the period amounted to EUR 51 million, down from EUR 79 million in the same period a year ago. The decrease in earnings was primarily attributable to an unrealised net loss on financial operations of EUR 3 million, compared to a net profit of EUR 9 million in January–April 2015. Also, the net interest income and loan impairments

deviated negatively by EUR 5 million and EUR 8 million, respectively.

In new funding, the Bank carried out fourteen transactions and raised EUR 2.5 billion, which accounts for close to half of this year's funding plan. In February, the Bank issued its first USD dollar benchmark for the year, a three-year, USD 1.25 billion global issue. A two-year, floating-rate note of USD 500 million was also issued under the global programme in April. In January, the Bank continued to issue NIB Environmental Bonds, with a five-year, SEK 1 billion transaction.

Given the loan pipeline and following the normal yearly pattern, disbursements are expected to accelerate in the latter part of the year.

*Henrik Normann*  
President & CEO

## Income statement

EUR 1,000

	Jan–Apr 2016*	Jan–Apr 2015*	Jan–Dec 2015
Interest income	102,415	116,638	338,781
Interest expense	-27,231	-36,418	-92,005
<b>Net interest income</b>	<b>75,183</b>	<b>80,221</b>	<b>246,776</b>
Commission income and fees received	3,096	4,388	12,218
Commission expense and fees paid	-1,072	-1,331	-2,212
Net profit/loss on financial operations	-3,312	8,869	11,521
Foreign exchange gains and losses	-52	374	82
<b>Operating income</b>	<b>73,842</b>	<b>92,520</b>	<b>268,385</b>
<b>Expenses</b>			
General administrative expenses	16,833	14,869	41,740
Depreciation	736	1,358	8,737
Impairment of loans	5,441	-2,824	2,509
<b>Total expenses</b>	<b>23,011</b>	<b>13,403</b>	<b>52,987</b>
<b>PROFIT/LOSS FOR THE PERIOD</b>	<b>50,831</b>	<b>79,118</b>	<b>215,398</b>

## Statement of comprehensive income

EUR 1,000

	Jan–Apr 2016*	Jan–Apr 2015*	Jan–Dec 2015
Profit/loss for the period	50,831	79,118	215,398
Other comprehensive income/expense			
Movement in hedging reserve:**			
Cross-currency basis spreads of hedging swaps	-37,508	-	-
Value adjustments of cash flow hedges	-3,125	-	-
Total other comprehensive income for the period	-40,633	-	-
<b>Total comprehensive income for the period</b>	<b>10,199</b>	<b>79,118</b>	<b>215,398</b>

\* Unaudited figures, to be read in conjunction with NIB's audited financial statements for 2015 and the notes thereto.

\*\* The movement in fair value of cross-currency basis spreads of hedging swaps is recognised in the hedging reserve. The effective portion of net change in fair value hedging instruments of cash flow hedges is also recognised in the hedging reserve. These swaps will be held to maturity and the unrealised gains and losses due to the cross-currency basis spreads will be restored by maturity.

**Statement of financial position**

EUR 1,000

	30 Apr 2016*	30 Apr 2015*	31 Dec 2015
<b>ASSETS</b>			
Cash and cash equivalents	3,687,423	3,988,651	2,666,070
Financial placements			
Placements with credit institutions	8,471	7,171	7,921
Debt securities	6,028,544	6,005,664	6,080,069
Other	22,080	23,316	22,023
	6,059,095	6,036,151	6,110,012
Loans outstanding	15,657,593	15,301,456	15,626,946
Intangible assets	-	5,073	-
Tangible assets, property and equipment	27,706	28,059	28,360
Other assets			
Derivatives	1,801,309	2,941,999	2,557,979
Other assets	24,582	22,712	23,103
	1,825,891	2,964,711	2,581,083
Accrued interest and fees receivable	223,346	255,157	298,977
<b>TOTAL ASSETS</b>	<b>27,481,054</b>	<b>28,579,259</b>	<b>27,311,447</b>
<b>LIABILITIES AND EQUITY</b>			
<b>Liabilities</b>			
Amounts owed to credit institutions			
Short-term amounts owed to credit institutions	921,340	1,980,289	1,448,888
Long-term amounts owed to credit institutions	18,000	-	18,000
	939,340	1,980,289	1,466,888
Repurchase agreements	717,212	-	122,556
Debts evidenced by certificates			
Debt securities issued	21,095,828	21,881,272	20,802,164
Other debt	60,077	75,304	59,860
	21,155,905	21,956,575	20,862,024
Other liabilities			
Derivatives	1,352,191	1,391,447	1,480,736
Other liabilities	12,052	9,493	9,946
	1,364,242	1,400,940	1,490,682
Accrued interest and fees payable	147,659	176,238	222,800
<b>Total liabilities</b>	<b>24,324,358</b>	<b>25,514,042</b>	<b>24,164,950</b>
<b>Equity</b>			
Authorised and subscribed capital	6,141,903		
of which callable capital	-5,723,302		
Paid-in capital	418,602	418,602	418,602
Reserve funds			
Statutory Reserve	686,325	686,325	686,325
General Credit Risk Fund	1,540,651	1,430,252	1,430,252
Special Credit Risk Fund PIL	445,919	395,919	395,919
Appropriation to dividend payment	55,000	55,000	-
Profit/loss for the period	50,831	79,118	215,398
Other comprehensive income for the period	-40,633	-	-
<b>Total equity</b>	<b>3,156,696</b>	<b>3,065,216</b>	<b>3,146,497</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>27,481,054</b>	<b>28,579,259</b>	<b>27,311,447</b>

\* Unaudited figures, to be read in conjunction with NIB's audited financial statements for 2015 the notes thereto.

## Statement of changes in equity

EUR 1,000

	Paid-in capital	Statutory Reserve	General Credit Risk Fund	Special Credit Risk Fund PIL	Payments to the Bank's statutory reserve and credit risk funds	Appropriation to dividend payment	Hedging reserve	Profit/loss for the period	Total
<b>Equity at 31 December 2014</b>	<b>418,602</b>	<b>686,325</b>	<b>1,275,041</b>	<b>395,919</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>210,211</b>	<b>2,986,099</b>
Appropriations between reserve funds			155,211			55,000		-210,211	0
Paid-in capital									0
Called-in authorised and subscribed capital									0
Payments to the Bank's Statutory Reserve and credit risk funds, receivable									0
Dividend payment									0
Comprehensive income for the period 1/1–30/04/2015								79,118	79,118
<b>Equity at 30 April 2015</b>	<b>418,602</b>	<b>686,325</b>	<b>1,430,252</b>	<b>395,919</b>	<b>0</b>	<b>55,000</b>	<b>0</b>	<b>79,118</b>	<b>3,065,216</b>
Paid-in capital									0
Called-in authorised and subscribed capital									0
Payments to the Bank's Statutory Reserve and credit risk funds, receivable									0
Dividend payment						-55,000			-55,000
Comprehensive income for the period 1/5–31/12/2015								136,281	136,281
<b>Equity at 31 December 2015</b>	<b>418,602</b>	<b>686,325</b>	<b>1,430,252</b>	<b>395,919</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>215,398</b>	<b>3,146,497</b>
Appropriations between reserve funds			110,398	50,000		55,000		-215,398	0
Paid-in capital									0
Called-in authorised and subscribed capital									0
Payments to the Bank's Statutory Reserve and credit risk funds, receivable									0
Dividend payment									0
Comprehensive income for the period 1/1–30/4/2016							-40,633	50,831	10,199
<b>Equity at 30 April 2016</b>	<b>418,602</b>	<b>686,325</b>	<b>1,540,651</b>	<b>445,919</b>	<b>0</b>	<b>55,000</b>	<b>-40,633</b>	<b>50,831</b>	<b>3,156,696</b>

Only the year-end figures are audited, to be read in conjunction with NIB's audited financial statements for 2015 and the notes thereto.

## Cash flow statement

EUR 1,000

	Jan-Apr 2016*	Jan-Apr 2015*	Jan-Dec 2015
<b>Cash flows from operating activities</b>			
<b>Profit/loss from operating activities</b>	<b>50,831</b>	<b>79,118</b>	<b>215,398</b>
<b>Adjustments:</b>			
Unrealised gains/losses of financial assets held at fair value	-3,144	-5,027	13,865
Depreciation and write-down in value of tangible and intangible assets	736	1,358	8,737
Change in accrued interest and fees (assets)	75,631	50,432	6,613
Change in accrued interest and fees (liabilities)	-75,141	-54,548	-7,986
Impairment of loans	5,441	-2,824	2,509
Adjustment to hedge accounting	7,798	123	-20,667
Other adjustments to the period's profit	2,850	2,498	376
<b>Adjustments, total</b>	<b>14,171</b>	<b>-7,989</b>	<b>3,447</b>
<b>Lending</b>			
Disbursements of loans	-627,128	-405,433	-2,715,757
Repayments of loans	606,243	649,909	2,350,532
Capitalisations, redenominations, index adjustments, etc.	-1	8	-51
Exchange rate adjustments	37,127	-377,366	-247,764
<b>Lending, total</b>	<b>16,241</b>	<b>-132,882</b>	<b>-613,039</b>
<b>Cash flows from operating activities, total</b>	<b>81,244</b>	<b>-61,753</b>	<b>-394,193</b>
<b>Cash flows from investing activities</b>			
<b>Placements and debt securities</b>			
Purchase of debt securities	-803,263	-1,117,712	-2,168,290
Sold and matured debt securities	833,895	653,105	1,614,972
Placements with credit institutions	-550	-600	-1,350
Other financial placements	-	811	2,699
Exchange rate adjustments, etc.	25,436	-53,995	-59,523
<b>Placements and debt securities, total</b>	<b>55,518</b>	<b>-518,391</b>	<b>-611,491</b>
<b>Other items</b>			
Acquisition of intangible assets	-	-504	-1,005
Acquisition of tangible assets	-83	-446	-2,551
Change in other assets	-1,042	1,682	5,676
<b>Other items, total</b>	<b>-1,125</b>	<b>731</b>	<b>2,120</b>
<b>Cash flows from investing activities, total</b>	<b>54,394</b>	<b>-517,660</b>	<b>-609,372</b>
<b>Cash flows from financing activities</b>			
<b>Debts evidenced by certificates</b>			
Issues of new debt	2,470,388	2,195,733	4,276,138
Redemptions	-3,399,482	-1,371,963	-3,636,669
Exchange rate adjustments	-539,890	1,165,449	884,174
<b>Debts evidenced by certificates, total</b>	<b>-1,468,984</b>	<b>1,989,220</b>	<b>1,523,643</b>
<b>Other items</b>			
Long-term placements from credit institutions	-	-	18,000
Change in swap receivables	756,950	-655,005	-441,813
Change in swap payables	-132,106	37,988	218,769
Change in other liabilities	2,106	2,733	3,186
Dividend paid	-	-	-55,000
Paid-in capital and reserves	-	-	-
<b>Other items, total</b>	<b>626,950</b>	<b>-614,284</b>	<b>-256,858</b>
<b>Cash flows from financing activities, total</b>	<b>-842,034</b>	<b>1,374,936</b>	<b>1,266,784</b>
<b>CHANGE IN CASH AND CASH EQUIVALENTS, NET</b>	<b>-706,396</b>	<b>795,523</b>	<b>263,219</b>
<b>Opening balance for cash and cash equivalents, net</b>	<b>1,030,348</b>	<b>767,129</b>	<b>767,129</b>
<b>Closing balance for cash and cash equivalents, net</b>	<b>323,952</b>	<b>1,562,652</b>	<b>1,030,348</b>
<b>Additional information to the statement of cash flows</b>			
Interest income received	178,046	167,070	345,394
Interest expense paid	-102,373	-90,966	-99,991

The cash flow statement has been prepared using the indirect method and the cash flow items cannot be directly concluded from the statements of financial positions.

\* Unaudited figures, to be read in conjunction with NIB's audited financial statements for 2015 and the notes thereto.



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