



# YEAR-END REPORT

January-December 2025



# PERIOD IN BRIEF

## JANUARY – DECEMBER 2025

COMPARED TO JANUARY - DECEMBER 2024 (unless otherwise stated)

- Loans to the public amounted to SEK 23,678 million, compared to December 2024 the increase in local currencies was 23 %
- Operating profit increased by 25 % to SEK 855.8 million
- Earnings per share increased by 6 % to SEK 9.92 and is impacted by items affecting comparability in 2024
- Adjusted earnings per share increased by 29 % to SEK 9.95
- Cost/income ratio improved to 36.3 % (38.3)
- Return on equity amounted to 23.1 % (27.2)
- Adjusted return on equity amounted to 23.1 % (22.5)
- Total capital ratio amounted to 16.1 % (16.7)
- The Board of Directors proposes to the Annual General Meeting a dividend of SEK 5.00 per share for 2025

## SIGNIFICANT EVENTS

JANUARY - DECEMBER 2025

- The credit card business had an organic loan book growth of 48 % over the past year and economies of scale in the business model have contributed to a significantly improved operating profit of 78 % compared to 2024.
- In the Ecommerce Solutions segment, collaborations have been initiated with Brandsdal Group and Bagaren & Kocken. These partnerships are expected to generate an annual transaction volume of approximately SEK 2,700 million.
- At an extraordinary general meeting held on 17 November, it was resolved to change the corporate name to Avarda Bank AB, which is expected to be implemented during 2026.

## LOAN PORTFOLIO

SEK **23.7** BILLION **+23 %**

31 DECEMBER 2025 COMPARED TO 31 DECEMBER 2024

## TOTAL CAPITAL RATIO

**16.1 %** **-0.6** PERCENTAGE-POINTS

31 DECEMBER 2025 COMPARED TO 31 DECEMBER 2024

## OCTOBER – DECEMBER 2025

COMPARED TO OCTOBER - DECEMBER 2024 (unless otherwise stated)

- Loans to the public amounted to SEK 23,678 million, compared to December 2024 the increase in local currencies was 23 %
- Operating profit increased by 29 % to SEK 242.0 million
- Earnings per share decreased by 23 % to SEK 2.83 and is impacted by items affecting comparability in 2024
- Adjusted earnings per share increased by 36 % to SEK 2.83
- Cost/income ratio improved to 35.0 % (37.3)
- Adjusted return on equity amounted to 24.7 % (22.3)



At the end of 2025, it can be noted that the Bank is on track with its financial targets. The loan portfolio increased by 23 % in local currencies and return on equity amounted to 23 % during the year.

## OPERATING PROFIT

SEK **856** MILLION **+25 %**

JAN-DEC 2025 COMPARED TO JAN-DEC 2024

## ADJUSTED RETURN ON EQUITY

**23.1 %** **+0.6** PERCENTAGE-POINTS

JAN-DEC 2025 COMPARED TO JAN-DEC 2024

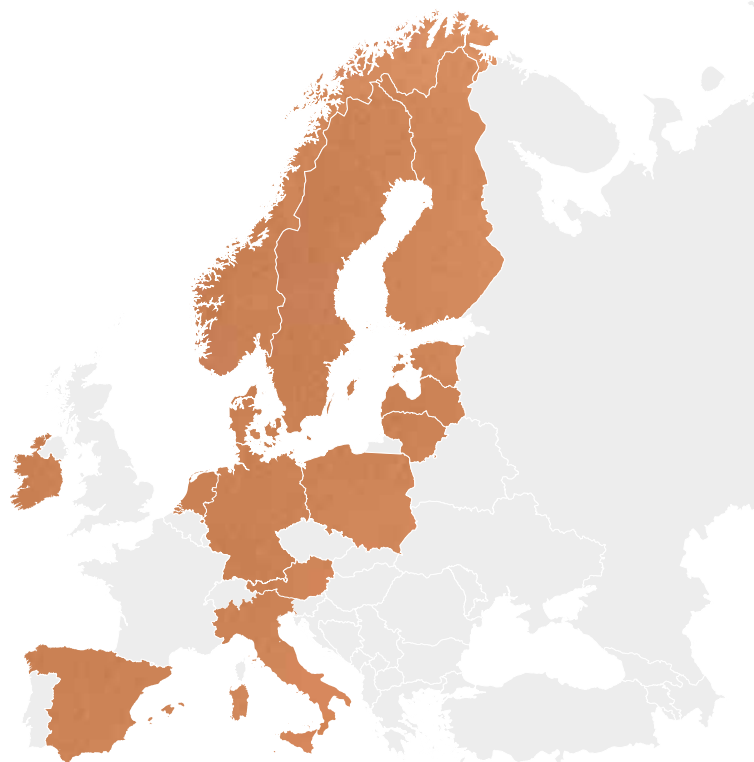
See separate section with definitions and reconciliation tables, page 44-45.

# THIS IS TF BANK

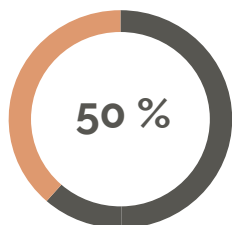
## BACKGROUND

We are a fast-growing digital credit and payment platform operating in 14 European countries. Through our proprietary IT infrastructure, we develop simple and flexible payment and financing solutions for millions of customers. Since our founding in 1987, we have consistently combined growth with profitability, and following the stock market listing in 2016, this development has continued with a strong focus on scalability and automation. The Company is listed on Nasdaq Stockholm.

Lending and/or deposit activities are conducted in the Nordics, the Baltics, Poland, Germany, Austria, Spain, Ireland, the Netherlands and Italy through subsidiary, branch, or cross-border banking with the support of the Swedish banking license. The business is divided into three segments: Credit Cards, Ecommerce Solutions and Consumer Lending. The target group for all services is creditworthy individuals and the loan amounts are relatively small with short repayment terms.

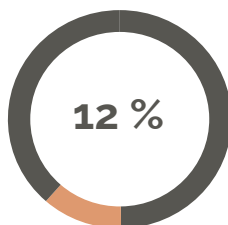


## SHARE OF THE BANK'S LOAN PORTFOLIO



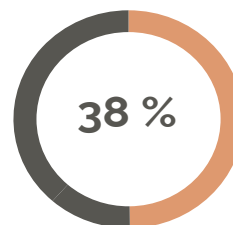
### Credit Cards

In the Credit Cards segment, TF Bank offers credit cards to creditworthy individuals. Within this segment the Bank operates across five countries in Europe.



### Ecommerce Solutions

In the Ecommerce Solutions segment, TF Bank offers digital payment solutions, primarily in e-commerce, to creditworthy individuals. Within this segment the Bank operates across nine countries in Europe.



### Consumer Lending

In the Consumer Lending segment, TF Bank offers unsecured consumer loans to creditworthy individuals. Within this segment the Bank operates across eleven countries in Europe.

## FINANCIAL CALENDER

20 March 2026	Annual report 2025 is published
14 April 2026	Interim report January-March 2026
5 May 2026	Annual General Meeting 2026
10 July 2026	Interim report January-June 2026
14 October 2026	Interim report January-September 2026

This is information which TF Bank is required to disclose under the EU Market Abuse Regulation. The information was provided for publication on 20 January 2026 at 07:00 CET.

# THE GROUP'S KEY FIGURES

## THE GROUP'S KEY FIGURES

SEK thousand	Oct-Dec 2025	Oct-Dec 2024	Δ	Jan-Dec 2025	Jan-Dec 2024	Δ
<b>Income statement</b>						
Operating income	798,334	656,968	22%	2,904,504	2,438,516	19%
Operating expenses	-279,562	-244,743	14%	-1,052,892	-934,005	13%
Net loan losses	-276,771	-224,263	23%	-995,804	-819,606	21%
Operating profit	242,001	187,962	29%	855,808	684,905	25%
Profit for the period	189,447	244,554	-23%	667,046	632,349	5%
Earnings per share, SEK	2.83	3.68	-23%	9.92	9.33	6%
<b>Balance sheet</b>						
Loans to the public	23,678,282	20,265,458	17%	23,678,282	20,265,458	17%
Deposits from the public	24,692,150	21,197,981	16%	24,692,150	21,197,981	16%
New lending	10,178,809	7,878,753	29%	35,618,347	27,149,250	31%
<b>Key figures</b>						
Operating income margin, %	13.7	13.0		13.2	12.8	
Net loan loss ratio, %	4.8	4.4		4.5	4.3	
Cost/Income ratio, %	35.0	37.3		36.3	38.3	
Return on equity, %	24.7	39.6		23.1	27.2	
Return on loans to the public, %	3.1	4.7		2.9	3.2	
CET1 capital ratio, %	13.0	13.3		13.0	13.3	
Tier 1 capital ratio, %	14.2	14.7		14.2	14.7	
Total capital ratio, %	16.1	16.7		16.1	16.7	
Employees (FTE)	484	428	13%	471	417	13%
<b>ADJUSTED KEY FIGURES</b>						
<b>Income statement</b>						
Profit for the period	189,447	244,554	-23%	667,046	632,349	5%
Items affecting comparability <sup>1</sup>	-	-103,084		2,251	-103,084	
Tax on items affecting comparability	-	-12,378		-	-12,378	
Provision for tax surcharge	-	11,723		-	11,723	
Adjusted profit for the period	189,447	140,815	35%	669,297	528,610	27%
Adjusted profit for the period attributable to the shareholders of the Parent company	182,825	133,885	37%	643,459	499,481	29%
Adjusted earnings per share, SEK	2.83	2.08	36%	9.95	7.74	29%
<b>Key figures</b>						
Adjusted return on equity, %	24.7	22.3		23.1	22.5	
Adjusted return on loans to the public, %	3.1	2.6		2.9	2.6	

## EXCHANGE RATES

SEK	Oct-Dec 2025	Oct-Dec 2024	Jan-Dec 2025	Jan-Dec 2024
EUR Income statement (average)	10.96	11.49	11.07	11.43
EUR Balance sheet (end of reporting period)	10.82	11.49	10.82	11.49
NOK Income statement (average)	0.93	0.98	0.94	0.98
NOK Balance sheet (end of reporting period)	0.91	0.97	0.91	0.97
PLN Income statement (average)	2.59	2.67	2.61	2.66
PLN Balance sheet (end of reporting period)	2.56	2.69	2.56	2.69

<sup>1</sup> Adjustments for items affecting comparability are related to transactions according to the Share Purchase Agreement with Alektum Holding AB and Erik Selin Fastigheter AB regarding the divestment of 80.1 percent of the shares in the former subsidiary Rediem Capital AB on 20 December 2024.

See separate section with definitions and reconciliation tables, page 44-45.

# CEO'S COMMENTS

**TF Bank continued to deliver profitable growth during the fourth quarter. New lending increased by 29 % compared to the same period in 2024, with the credit card business in Germany continuing to be the main driver of the Bank's organic growth. Adjusted earnings per share increased by 36 % compared to the fourth quarter of 2024.**

The 2025 financial year is the first of three years in which the Bank operates under new financial targets. The targets adopted at the beginning of the year set a goal for the loan portfolio to amount to SEK 35 billion by the second half of 2027, which implies an annual growth rate of 20 % over the period 2025–2027. This goal shall be achieved while maintaining a return on equity well above 20 % and in line with the capital targets set by the Board of Directors. At the end of 2025, it can be noted that the Bank is on track with the financial targets. The loan portfolio increased by 23 % in local currencies and the return on equity amounted to 23 % during the year. In accordance with the Bank's dividend policy, the Board of Directors proposes to the Annual General Meeting that a dividend of SEK 5.00 per share be paid.

The Credit Cards segment drives growth and accounts for 53 % of the Group's total income and 50 % of the loan portfolio. In local currencies, the segment's loan portfolio has increased by 48 % over the past year. Germany is our largest market, and all product areas have now been launched on this market. The German credit card portfolio continues to be the primary driver of both growth and profitability within the Group. The number of active credit cards in the segment amounted to approximately 466,000 at the end of the year, of which approximately 401,000 were in Germany. The business is scaling well as income is growing faster than costs in the segment and operating profit amounted to SEK 433 million in 2025, which corresponds to an increase of 78 % compared to 2024. We are not seeing any decline in demand for our credit cards and continue to see strong opportunities for further growth, both in Germany and in other European markets.

The Ecommerce Solutions segment entered a new growth phase during the second half of 2025, as several new agreements were signed with a number of major online retailers during the year. As always in this business, transaction volumes increase ahead of income. In the fourth quarter, transaction volumes



increased by 37 % compared to the corresponding period in 2024, which creates favourable conditions for increased income going forward.

The Consumer Lending segment is characterised by controlled risk levels and selective expansion in order to maintain the risk-adjusted margin. In 2025, the loan portfolio increased by 6 % in local currencies. During the fourth quarter, the Nordic operations were consolidated into a new subsidiary, TF Bank Nordic, which received authorisation to operate as a credit institution during the quarter.

As previously communicated, the Bank is in the process of changing its name. During the fourth quarter, an extraordinary general meeting resolved to change the corporate name to Avarda Bank AB, reflects the Bank's transition from a Nordic niche bank to a pan-European credit and payments platform. The name change is subject to the necessary regulatory approvals and is planned to take effect during 2026.

We enter the new year with strong determination to take our operations into the next phase and continue delivering on our financial targets.

A handwritten signature in blue ink, consisting of a stylized 'J' and 'A' followed by a flourish.

*Joakim Jansson  
President and CEO*



# RESULTS AND FINANCIAL POSITION

## GROUP • JANUARY - DECEMBER 2025

COMPARED TO JANUARY - DECEMBER 2024 (unless otherwise stated)

### Operating profit

Operating profit increased by 25 % to SEK 855.8 million (684.9). Higher operating income from the growing loan portfolio has contributed to the increased operating profit. Adjusted earnings per share increased by 29 % to SEK 9.95 (7.74) and the adjusted return on equity amounted to 23.1 % (22.5).

### Operating income

The operating income increased by 19 % to SEK 2,905 million (2,439). The increase is related to the growing loan portfolio and geographically it was primarily Germany that had higher operating income. The operating income comprises 92 % of net interest income and 8 % of net fee and commission income. The operating income margin improved to 13.2 % (12.8).

### Interest income

Interest income increased by 12 % to SEK 3,488 million (3,101), which is primarily due to a growing loan portfolio.

### Interest expense

The interest expenses decreased by 4 % to SEK 808.6 million (845.4) despite increased deposit balances. This is mainly explained by lower interest rates on newly received deposits.

### Net fee and commission income

Net fee and commission income increased by 21 % to SEK 221.9 million (183.3). The increase is mainly attributable to higher insurance premiums in the Credit Cards segment, but also higher transaction volumes in the Ecommerce Solutions segment. During the year, 42 % of TF Bank's fee and commission income originated from insurance premiums, 29 % from reminder fees and 29 % from other commission income.

### Operating expenses

The operating expenses increased by 13 % to SEK 1,053 million (934.0). The increase is mainly explained by higher sales-related expenses due to an increase in new lending and more employees. However, the C/I ratio improved to 36.3 % (38.3), mainly due to continued economies of scale in the Credit Cards segment.

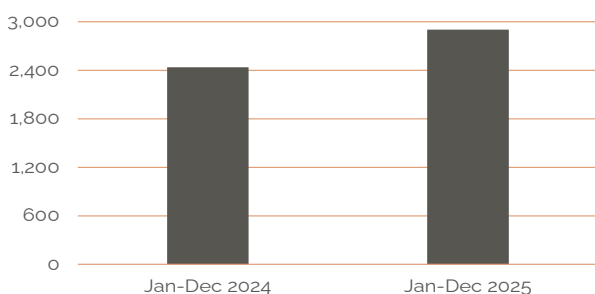
### Loan losses

The net loan losses increased by 21 % to SEK 995.8 million (819.6) which is explained by a higher underlying loan loss level in the growing loan portfolio in the Credit Cards segment relative to other segments. The net loan loss ratio amounted to 4.5 % (4.3).

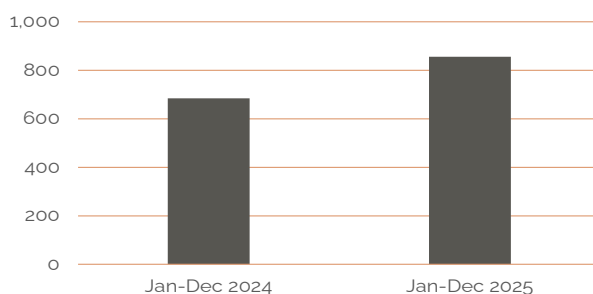
### Tax expense

The tax expenses increased by 20 % to SEK 186.5 million (155.6). The increase in the tax expenses is related to a higher operating profit.

OPERATING INCOME (SEK million)



OPERATING PROFIT (SEK million)



## GROUP • JANUARY - DECEMBER 2025

COMPARED TO 31 DECEMBER 2024 (unless otherwise stated)

### Loans to the public

The loan portfolio amounted to SEK 23,678 million (20,265), an increase in local currencies of 23 % compared to December 2024. Negative currency effects impacted the loan portfolio growth by 6 %. New lending increased by 31 % to SEK 35,618 million (27,149) compared to 2024. The increase is mainly attributable to record volumes in all segments.

TF Bank's loan portfolio is well-diversified with relatively small exposures in several different geographic markets. At the end of the year, the exposure towards the three largest countries was Germany at 42 %, Norway at 19 % and Finland at 12 %.

### Deposits from the public

Deposits from the public amounted to SEK 24,692 million (21,198), an increase of 24 % in local currencies compared to December 2024. Negative currency effects have impacted the deposit balance by 7 %. At the end of the year, deposits were geographically distributed between Germany 70 %, the Netherlands 20 % and other countries 10 %.

The increased deposit balance over the past year is mainly attributable to the Netherlands and relates to savings accounts with both fixed and variable interest rates. At the end of the year, accounts with a fixed term comprised of 44 % (70) of TF Bank's total deposits.

### Cash and cash equivalents

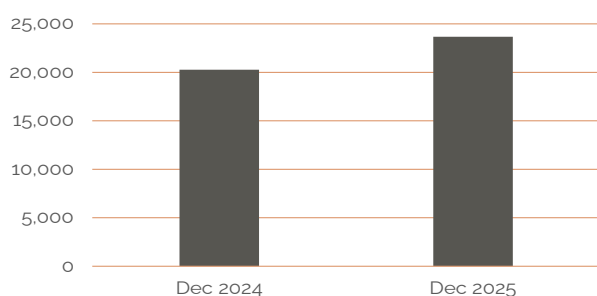
Cash and cash equivalents increased to SEK 4,660 million (4,247) during the year. The increase is partly attributable to cash flows from operating activities. At the end of the year, the available liquidity reserve amounted to 18 % (19)<sup>1</sup> of deposits from the public.

### Capital adequacy

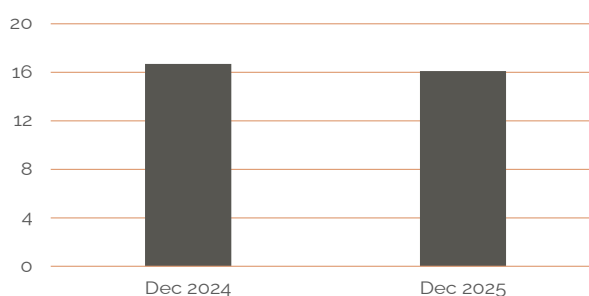
The capital ratios have decreased slightly during the year and at the end of 2025 the CET1 capital ratio was 13.0 % (13.3), the Tier 1 capital ratio was 14.2 % (14.7) and the total capital ratio was 16.1 % (16.7). The capital ratios are affected by deductions for a proposed dividend of SEK 323 million from the capital base.

The Swedish FSA has carried out a review and evaluation of TF Bank AB and decided upon special capital requirements and Pillar 2 Guidance. The Bank's previous internally calculated capital requirements have been confirmed, and on 19 March, the Swedish FSA decided upon a Pillar 2 Guidance of 0 % of the total risk exposure amount. At the end of 2025, TF Bank's statutory Common Equity Tier 1 capital requirement was 8.9 %, the Tier 1 capital requirement was 10.6 % and the total capital requirement was 12.9 %.

LOANS TO THE PUBLIC (SEK million)



TOTAL CAPITAL RATIO (%)



<sup>1</sup> Excluding restricted cash and cash equivalents that are not available the next day.

## GROUP • OCTOBER - DECEMBER 2025

COMPARED TO OCTOBER - DECEMBER 2024 (unless otherwise stated)

### Operating profit

Operating profit increased by 29 % to SEK 242.0 million (188.0). Higher operating income from the growing loan portfolio has positively impacted the operating profit. Adjusted earnings per share increased by 36 % to SEK 2.83 (2.08). Adjusted return on equity amounted to 24.7 % (22.3).

### Operating income

The operating income increased by 22 % to SEK 798.3 million (657.0). The increase is primarily related to the growing loan portfolio within the Credit Cards segment. The operating income margin has improved to 13.7 % (13.0) compared to the fourth quarter of 2024, as a result of improvements in all segments.

### Operating expenses

The operating expenses increased by 14 % to SEK 279.6 million (244.7). The quarterly expenses were partly affected by increased new lending volumes resulting in higher sales-related expenses and increased personnel costs. However, the C/I ratio improved to 35.0 % (37.3).

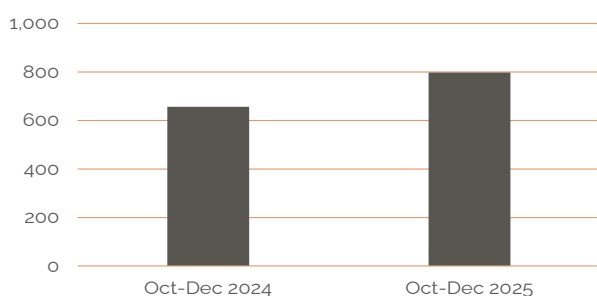
### Loan losses

The net loan losses increased by 23 % to SEK 276.8 million (224.3) and the net loan loss ratio amounted to 4.8 % (4.4). The quarterly net loan loss ratio was influenced by the larger share of the loan portfolio represented by the Credit Cards segment, as well as higher loan losses within the Ecommerce Solutions segment.

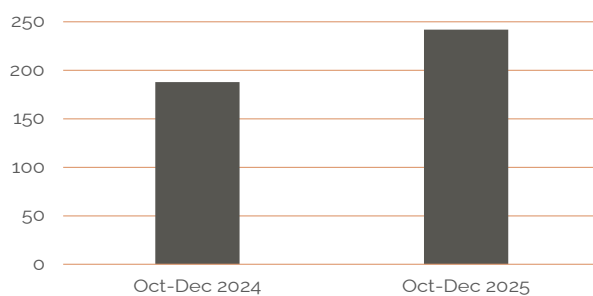
### Loans to the public

The loan portfolio amounted to SEK 23,678 million (20,265), an increase in local currencies of 23 % compared to December 2024. Negative currency effects impacted the loan portfolio growth by 6 %. The main driver during the quarter was growth in the German credit card portfolio. New lending increased by 29 % to SEK 10,179 million (7,879).

OPERATING INCOME (SEK million)



OPERATING PROFIT (SEK million)





# CREDIT CARDS

## JANUARY - DECEMBER 2025

COMPARED TO JANUARY - DECEMBER 2024 (unless otherwise stated)

In the Credit Cards segment, TF Bank offers credit cards to creditworthy individuals in Germany, Norway, Austria, Spain and Italy. The credit card offering has been available in the Bank since 2015 in the Norwegian market. The credit card was launched in Germany in 2018 and Austria in 2022. Lending operations in Spain and Italy have been established during 2024. The credit card is compatible with both Google Pay and Apple Pay in all markets.

At the end of the year, the number of active German credit cards amounted to approximately 401,000, which is the fastest growing market in the segment. The number of active credit cards at the end of the year was approximately 35,000 in Norway, 26,000 in Austria and 4,000 combined in the newly established markets of Spain and Italy.

**432.5 SEK million**

Operating profit

**11,795 SEK million**

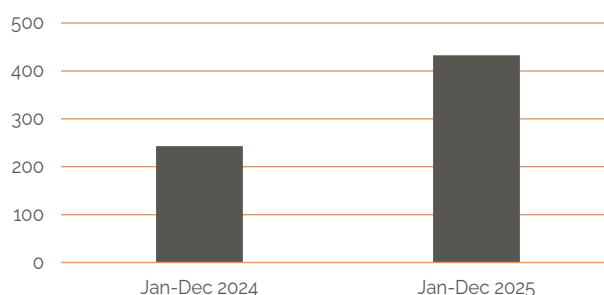
Loan portfolio

### The loan portfolio

The loan portfolio amounted to SEK 11,795 million (8,450), an increase in local currencies of 48 % compared to December 2024. Negative currency effects impacted the loan portfolio growth by 8 %. The new lending increased by 41 % to SEK 23,175 million (16,435). The increase is mainly related to the operations in Germany.

The loan portfolio in Germany increased by 50 % to EUR 916 million (612) over the past year. The growth is mainly generated by an increased number of active credit cards. The loan portfolio in Norway increased by 23 % to NOK 1,034 million (844) over the past year. The loan portfolio in Austria increased by 73 % to EUR 65 million (38) during the same period. Growth in each loan portfolio has been driven by an increase in the number of cards issued. The loan portfolios in the new markets of Spain and Italy combined amounted to EUR 4 million (2).

OPERATING PROFIT (SEK MILLION)



### Results

The operating profit has increased by 78 % to SEK 432.5 million (243.0). Higher income from the growing loan portfolio and economies of scale in the business model contributed to the considerable improvement in the operating profit.

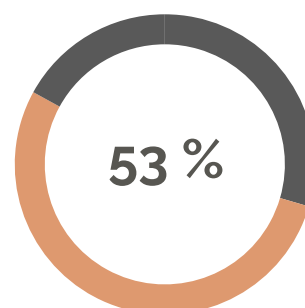
The operating income increased by 44 % to SEK 1,553 million (1,080). The increase is mainly related to the high growth in Germany. The operating income margin improved to 15.3 % (15.1), mainly as a result of higher income from insurance premiums.

The operating expenses increased by 27 % to SEK 472.7 million (373.3) and the expenses have been partly affected by a greater focus on direct marketing, but also by higher sales-related costs associated with newly issued cards. However, the C/I ratio improved to 30.4 % (34.6) due to economies of scale in the business model.

The net loan losses increased by 40 % to SEK 647.5 million (463.5). The increase was primarily affected by provisions for expected loan losses related to the growing loan portfolio in Germany. However, the net loan loss ratio slightly improved to 6.4 % (6.5).

For further information about the loan portfolio and results of this segment, see note 3 Operating segments.

SHARE OF THE BANK'S OPERATING INCOME



# ECOMMERCE SOLUTIONS

## JANUARY - DECEMBER 2025

COMPARED TO JANUARY - DECEMBER 2024 (unless otherwise stated)

In the Ecommerce Solutions segment, TF Bank offers digital payment solutions primarily within e-commerce to creditworthy individuals. These solutions are offered under the Avarda brand in the Nordic region. The Bank is discontinuing its lending operations in Poland and the Baltics. At the end of the year, the Nordic loan portfolio comprised 96 % of the segment and the remaining markets comprised 4 % combined.

Avarda as a brand was established in 2015, focusing on digital payment solutions in the Nordics. The goal is to offer payment solutions for online retailers who wish to build and strengthen their own brand throughout the entire purchasing journey, from checkout to payment. The payment solutions are offered for e-commerce and retail in the Nordic region. The Bank sees continued development opportunities in its operations in the Nordic region and has initiated a small-scale launch of credit offerings in Germany at the end of 2024.

**85.2 SEK million**

Operating profit

**2,761 SEK million**

Loan portfolio

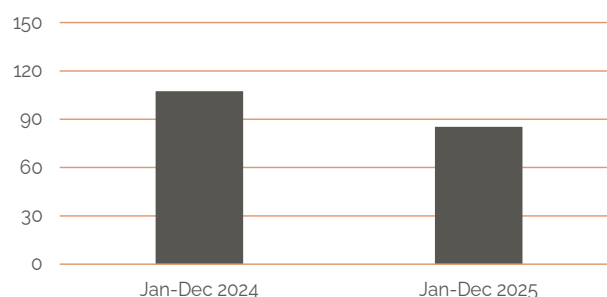
### The loan portfolio

The loan portfolio amounted to SEK 2,761 million (2,742) compared to December 2024 the loan portfolio increased by 4 % in local currencies. Negative currency effects impacted the loan portfolio growth by 3 %. New lending increased by 15 % to SEK 6,907 million (5,994). The increase is mainly attributable to partnerships with new major retailers.

Compared to December 2024, the loan portfolio in the Nordics increased by 9 % in local currencies and amounted to SEK 2,606 million (2,462). The Swedish loan portfolio increased by 17 % to SEK 1,194 million (1,023) following strong sales development during the past year. In Finland, the loan portfolio decreased by 2 % to EUR 90 million (93). In Norway the loan portfolio increased by 24 % to NOK 474 million (383). In Denmark, the loan portfolio decreased to DKK 1 million (3).

The loan portfolio in the Baltics decreased by 58 % to EUR 3 million (8) and in Poland, the loan portfolio decreased by 45 % to PLN 29 million (54).

### OPERATING PROFIT (SEK MILLION)



### Results

The operating profit decreased by 21 % to SEK 85.2 million (107.3). The change is mainly explained by costs attributable to business development and the establishment of new partnerships.

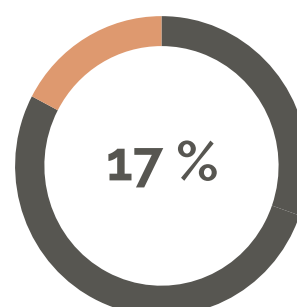
The operating income decreased slightly and amounted to SEK 494.1 million (496.3) mainly related to declining lending balances in the Baltics and Poland. However, the operating income margin improved to 18.0 % (17.3) primarily due to the Nordic operations, which carry stronger margins, accounting for a larger share of the segment, but is also attributable to slightly lower financing costs.

The operating expenses increased by 6 % and amounted to SEK 304.3 million (286.0) primarily related to higher start-up costs for new partnerships. The C/I ratio amounted to 61.6 % (57.6).

The net loan losses increased by 2 % to SEK 104.6 million (103.0) as a result of a slight weakening in credit quality. The net loan loss ratio amounted to 3.8 % (3.6).

For further information about the loan portfolio and results of this segment, see note 3 Operating segments.

### SHARE OF THE BANK'S OPERATING INCOME



# CONSUMER LENDING

## JANUARY - DECEMBER 2025

COMPARED TO JANUARY - DECEMBER 2024 (unless otherwise stated)

In the Consumer Lending segment, TF Bank offers unsecured consumer loans to creditworthy individuals. The product offering differs between the various markets and is adjusted according to the specific conditions in each country. At the end of the year, the average loan amount per customer was approximately SEK 73 thousand.

The Nordic loan portfolio comprises 63 % of the segment. The Nordic markets for consumer loans are characterised by credit information that is easy to access, a high share of credit intermediaries, and a well-functioning system for collection of unpaid debts. During the autumn, new sales in Sweden resumed on a small scale after being paused since 2023.

The loan portfolio outside of the Nordics accounts for 37 % of the segment, the majority is in the Baltics. The Baltic countries have fast-growing credit markets with several established Nordic companies operating locally. Lending operations were launched in Germany during the second quarter of 2025.

**338.1 SEK million**

Operating profit

**9,122 SEK million**

Loan portfolio

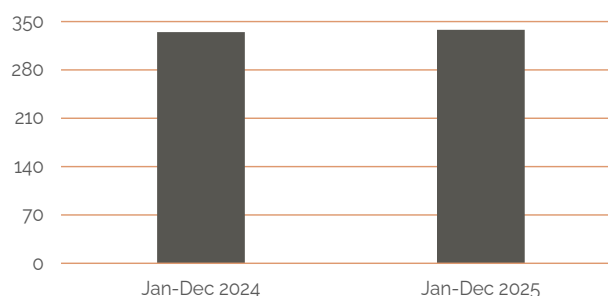
### The loan portfolio

The loan portfolio amounted to SEK 9,122 million (9,073), an increase in local currencies of 6 % compared to December 2024. Negative currency effects have impacted the loan portfolio's growth of 6 %. New lending has increased by 17 % to SEK 5,536 million (4,720).

The Nordic loan portfolio amounted to SEK 5,604 million (5,700) an increase of 4 % in local currencies compared to December 2024. The loan portfolio in Norway increased by 7 % and amounted to NOK 3,355 million (3,135). The loan portfolio in Finland decreased by 9 % to EUR 165 million (181). The Swedish loan portfolio decreased by 30 % to SEK 248 million (355). The loan portfolio in Denmark increased by 135 % to DKK 344 million (146) following a strong sales growth during the year.

The loan portfolio in the Baltics increased by 11 % to EUR 296 million (266) over the past year. The growth is stable in all Baltic countries. The Polish loan portfolio decreased by 33 % to PLN 13 million (20) and the loan portfolio in Spain amounted to EUR 5 million (9). The German portfolio amounted to EUR 8 million (-).

### OPERATING PROFIT (SEK MILLION)



### Results

The operating profit increased by 1 % to SEK 338.1 million (334.5). The increase is explained by slightly lower loan losses.

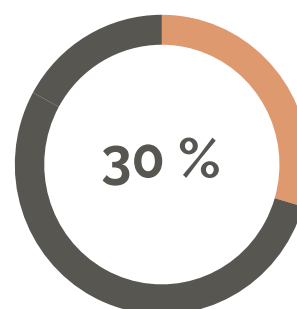
The operating income decreased by 1 % to SEK 857.7 million (862.4) and the operating income margin amounted to 9.4 % (9.5).

The operating expenses increased slightly to SEK 275.9 million (274.7) and the C/I ratio amounted to 32.2 % (31.9).

The net loan losses have decreased by 4 % to SEK 243.7 million (253.2) as a result of slightly improved credit quality in the Nordics. The net loan loss ratio improved slightly to 2.7 % (2.8).

For further information about the loan portfolio and results of this segment, see note 3 Operating segments.

### SHARE OF THE BANK'S OPERATING INCOME



## OTHER INFORMATION

### Annual General Meeting 2026

The 2026 Annual General Meeting will be held on Tuesday 5 May 2026 in Borås. Shareholders who want to have a matter listed in the notice of the Annual General Meeting must submit a request to the Board no later than Tuesday 17 March 2026. The request must be sent via e-mail to [ir@tfbank.se](mailto:ir@tfbank.se) or by regular postal services to TF Bank AB, Attn: Investor Relations, Box 947, SE-501 10 Borås. Notice of the Annual General Meeting will be published no later than Tuesday 7 April 2026.

### Proposed dividend

The Board of Directors proposes a dividend of SEK 5.00 per share for 2025 to the Annual General Meeting. The total dividend to shareholders under the proposal amounts to approximately SEK 323 million.

### The share

TF Bank was listed at Nasdaq Stockholm in the Mid Cap segment on 14 June 2016. The share trades under the ticker name TFBANK and the ISIN code is SE0025666969. At the end of 2025, the share price closed at SEK 163.74 (following the 3:1 share split executed in July 2025), an increase of 35 % during the year. During the year, approximately 15.6 million shares in TF Bank were traded on Nasdaq Stockholm, totaling approximately SEK 2,295 million in value.

### Institutions following TF Bank

ABG Sundal Collier, DNB Carnegie and SEB are following the Company. At the end of the year, all institutions have issued a buy recommendation for the TF Bank share.

### Financial targets

The 13 April 2025 the Board of TF Bank has adopted the following financial targets:

#### *Growth*

TF Bank's aim is to achieve a loan portfolio of SEK 35 billion by second half of 2027.

#### *Profitability*

TF Bank's aim is to maintain a return on equity well above 20 %.

#### *Capital structure*

TF Bank's aim is that all capital ratios should exceed the regulatory requirement (including Pillar 2 and buffer requirements) by at least 2.5 percentage points.

### Dividend policy

TF Bank's dividend policy is to distribute surplus capital in relation to capital targets and the Bank's capital planning.

### Geopolitical and macroeconomic uncertainty

TF Bank is exposed to external factors linked to geopolitics and macroeconomic conditions. The geopolitical situation remains uncertain in parts of Europe, which also affects the broader macroeconomic environment. TF Bank's operations, new lending, or loan losses could potentially be adversely impacted by such events in the future.

### Presentation for investors, analysts, and media

A live conference call will be held on Tuesday 20 January 2026 at 08.15 CET, where CEO Joakim Jansson and CFO Mikael Meomuttel will present the year-end report. It will be possible to ask questions after the presentation. The presentation material is written in English while the conference call will be held in Swedish.

To participate and ask questions call +46 (0)8 5053 9728 and enter the meeting code 849 3241 1527. For international investors, there is a possibility to ask questions in English during the Q&A session. A recording of the conference call and the presentation material will be available on the Bank's website, [www.tfbankgroup.com](http://www.tfbankgroup.com).

### Significant events, January - December 2025

On 27 January, a directed share issue of 50,000 shares related to the share programme 2021 was carried out. The total number of shares thereafter amounted to 21,550,000 and the share capital to SEK 107,750,000.

In February, management changes were announced, effective from 1 March. Claudia Wiese, formerly Head of Card Product and Operations, assumed the role as Chief Operating Officer (COO) succeeding Espen Johannesen, who was appointed CEO of the subsidiary TF Bank Nordic AB. Concurrently, Rasmus Rolén was appointed Chief Commercial Officer (CCO) and Executive Director.

On 19 March, the Swedish FSA announced the results of its review and evaluation of TF Bank. The Bank's previously internally calculated capital requirements have been confirmed and the Swedish FSA decided upon a Pillar 2 Guidance of 0 % of the total risk-weighted exposure amount and 0.5 % of the total leverage ratio-based requirement.

TF Bank's Board of Directors has decided on new financial targets. By the second half of 2027 the Bank will achieve a loan portfolio of SEK 35 billion while maintaining high profitability.

In the Ecommerce Solutions segment, collaborations have been initiated with Brandsdal Group and Bagaren & Kocken. These partnerships are expected to generate an annual transaction volume of approximately SEK 2,700 million.

At the Annual General Meeting on 17 June, it was resolved to distribute an extraordinary dividend of SEK 5.00 per share to shareholders. John Brehmer was re-elected as Chairman of the Board, and all other board members were also re-elected. The meeting further resolved to carry out a share split, whereby each existing share will be divided into three new shares (3:1 share split). The record date for the split was set to 21 July 2025, and the number of shares thereafter amounts to 64,650,000.

During June the subsidiary TFBN Services Ltd applied to the supervisory authority in the United Kingdom to establish operations in the country.

The liquidity enhancement agreement has been terminated since the current trade and liquidity in the share is good and there is no longer a benefit of having a liquidity enhancement agreement. The liquidity enhancement agreement ceased at the end of August.

On 19 September, the Company announced an intention to change the name of TF Bank AB and its subsidiaries. Avarda Bank AB (publ) is proposed as the new corporate name.

At an extraordinary general meeting on 17 November, it was resolved to change the name to Avarda Bank AB, which is expected to be implemented during 2026.

In November, TF Bank's Swedish subsidiary, Yieldloop AB, received authorisation from the Swedish Financial Supervisory Authority (Finansinspektionen) to operate as a deposit taking financial institution. The subsidiary's purpose is the internal management of non-performing loans (NPL).

In November, TF Bank issued Tier 2 bonds in an amount of SEK 150 million, and in December, an early redemption of Tier 2 bonds in the amount of SEK 100 million was executed.

During December, TF Bank's Swedish subsidiary, Goldcup 37337 AB, received authorisation from Finansinspektionen to operate as a deposit taking financial institution. The subsidiary is intended to operate within the Consumer Lending segment. Furthermore, the subsidiary TF Bank Nordic AB has received authorisation to operate as a credit institution.

The credit card business had an organic loan book growth of 48 % over the past year and economies of scale in the business model have contributed to a significantly improved operating profit of 78 % compared to 2024.

## Risks and uncertainties

Various types of risks arise in the Group's operations and these risks may materialise in different ways across the business. The following main risk categories have been identified:

- Credit risks (including credit risks related to the loan portfolio, credit-related concentration risks and counterparty risks)
- Market risks (interest rate, and currency exchange risks)
- Liquidity risks
- Operational risks (including process risks, IT and systemic risks and external risks)
- Other business risks (including business risks, cyclical risks and reputational risks)

TF Bank assesses credit risks, liquidity risks and operational risks to be the most significant risks. To limit and control risk-taking within the business, the Board of Directors, which holds ultimate responsibility for internal control, has established policies and instructions governing lending and other activities.

Banking operations are subject to extensive regulations concerning capital adequacy and liquidity requirements, primarily governed by the regulatory package that comprises Capital Requirements Directive (CRD) and Capital Requirements Regulation (CRR), which jointly implement the Basel agreement within the European Union (collectively known as the "Basel regulatory framework"). The Basel regulatory framework includes certain capital requirements designed to be variable over time and that are dependent on the presence of cyclical and structural systemic risks. The Bank must, at all times, comply with the specified capital and liquidity requirements and maintain adequate capital and access to liquidity. TF Bank monitors changes in to capital and liquidity requirements and takes these into consideration regarding the financial targets.

More information regarding the Bank's credit risks and capital adequacy can be found in notes 2 and 9 and on page 46 in the interim report. For a more detailed description of financial risks and the use of financial instruments, as well as capital adequacy, see notes K3 and K33 of the Annual report 2024.

## Sustainability

TF Bank actively strives to conduct a responsible business with the aim of minimising negative impacts on the environment and people. Environmental resources are used responsibly and carefully throughout the Bank's operations. TF Bank operates in an environmentally sustainable manner by, for example, improving efficiency and investing in sustainable products and services. The business

model is as digital and automated as possible, which ensures accessibility and a limited environmental footprint. More detailed information about the Group's sustainability work can be found in TF Bank's Sustainability Report for 2024, which is published on the Group's website, [www.tfbankgroup.com](http://www.tfbankgroup.com).

In November 2025, new Swedish legislation on sustainability reporting was adopted following the EU's revised Corporate Sustainability Reporting Directive (CSRD). The legislation came into effect on 31 December 2025, meaning that TF Bank will continue to apply the provisions of the Annual Accounts Act for sustainability reporting through the 2026 financial year. Reporting under CSRD will be carried out for the first time for the 2027 financial year, with publication in 2028. TF Bank will continue to develop its ongoing preparatory work in relation to CSRD but does not intend to implement the framework in full ahead of schedule.

## Accounting policies

The interim report has been prepared in accordance with International Accounting Standards (IAS) 34 Interim Financial Reporting. The consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union (EU). In addition, amendments to the Swedish Annual Accounts Act for Credit Institutions and Securities Companies (1995:1559), RFR 1 Supplementary Accounting Rules for Groups issued by the Swedish Financial Reporting Board, and the Swedish Financial Supervisory Authority's regulations (FFFS 2008:25) have also been applied.

The Parent company's financial statements have been prepared in accordance with the Swedish Annual Accounts Act for Credit Institutions and Securities Companies (1995:1559), RFR 2 Accounting for Legal Entities issued by the Swedish Financial Reporting Board, and the Swedish FSA's regulations (FFFS 2008:25).

The Bank's accounting principles, valuation methods, and presentation remain substantially unchanged compared to the annual report 2024. The interim information on pages 3-46 is an integral part of this financial report.



# TF BANK IN BRIEF

**14**

Geographical  
markets 2025

**28 %**

Compound annual  
growth rate in  
the loan portfolio  
2016-2025

**22 %**

Compound annual  
growth rate in the  
operating profit  
2016-2025

**62 %**

Share of loan portfolio  
compiled of the segments  
Credit Cards and  
Ecommerce Solutions 2025

TF Bank's strategy is based on driving profitable growth through a diversified geographical presence in selected European markets. To meet the increasing demand and maximise customer value, the Bank is continuously working to improve efficiency and strengthen its competitiveness, while accelerating the development of Credit Cards and Ecommerce Solutions.



# FINANCIAL INFORMATION



## INCOME STATEMENT - CONSOLIDATED

SEK thousand	Note	Oct-Dec 2025	Oct-Dec 2024	Jan-Dec 2025	Jan-Dec 2024
	3				
<b>Operating income</b>					
Interest income		945,205	836,807	3,487,581	3,101,203
Interest expense		-208,967	-231,225	-808,621	-845,447
<b>Net interest income</b>		<b>736,238</b>	<b>605,582</b>	<b>2,678,960</b>	<b>2,255,756</b>
Fee and commission income		117,439	102,328	441,994	362,750
Fee and commission expense		-56,958	-49,963	-220,139	-179,437
<b>Net fee and commission income</b>		<b>60,481</b>	<b>52,365</b>	<b>221,855</b>	<b>183,313</b>
Net results from financial transactions		1,615	-979	3,689	-553
<b>Total operating income</b>		<b>798,334</b>	<b>656,968</b>	<b>2,904,504</b>	<b>2,438,516</b>
<b>Operating expenses</b>					
General administrative expenses		-244,873	-217,618	-917,765	-821,371
Depreciation and amortisation of tangible and intangible assets		-19,105	-18,164	-70,467	-68,402
Other operating expenses		-15,584	-8,961	-64,660	-44,232
<b>Total operating expenses</b>		<b>-279,562</b>	<b>-244,743</b>	<b>-1,052,892</b>	<b>-934,005</b>
<b>Profit before loan losses</b>		<b>518,772</b>	<b>412,225</b>	<b>1,851,612</b>	<b>1,504,511</b>
Net loan losses	4	-276,771	-224,263	-995,804	-819,606
<b>Operating profit</b>		<b>242,001</b>	<b>187,962</b>	<b>855,808</b>	<b>684,905</b>
Items affecting comparability		-	103,084	-2,251	103,084
Income tax for the period		-52,554	-46,492	-186,511	-155,640
<b>Profit for the period</b>		<b>189,447</b>	<b>244,554</b>	<b>667,046</b>	<b>632,349</b>
Attributable to:					
Shareholders of the Parent company		182,825	237,624	641,208	603,220
Additional Tier 1 capital holders		6,622	6,930	25,838	29,129
Basic earnings per share (SEK)		2.83	3.68	9.92	9.33
Diluted earnings per share (SEK)		2.83	3.68	9.92	9.33

## STATEMENT OF OTHER COMPREHENSIVE INCOME - CONSOLIDATED

SEK thousand	Oct-Dec 2025	Oct-Dec 2024	Jan-Dec 2025	Jan-Dec 2024
<b>Profit for the period</b>	<b>189,447</b>	<b>244,554</b>	<b>667,046</b>	<b>632,349</b>
<b>Other comprehensive income</b>				
<b>Items that may subsequently be reclassified to the income statement</b>				
Gross exchange rate differences	-3,272	3,373	-6,297	222
Tax on exchange rate differences in the period	-15,668	-	-15,668	-
<b>Other comprehensive income for the period</b>	<b>-18,940</b>	<b>3,373</b>	<b>-21,965</b>	<b>222</b>
<b>Total comprehensive income for the period</b>	<b>170,507</b>	<b>247,927</b>	<b>645,081</b>	<b>632,571</b>
Attributable to:				
Shareholders of the Parent company	163,885	240,997	619,243	603,442
Additional Tier 1 capital holders	6,622	6,930	25,838	29,129



## BALANCE SHEET - CONSOLIDATED

SEK thousand	Note	31 Dec 2025	31 Dec 2024
	2,5,6		
<b>ASSETS</b>			
Cash and balances with central banks		17,576	18,563
Treasury bills eligible for refinancing		2,489,437	1,792,652
Loans to credit institutions		2,236,407	2,447,869
Loans to the public	3,7	23,678,282	20,265,458
Shares		117,267	117,309
Goodwill		20,011	20,011
Intangible assets		82,703	97,572
Tangible assets		75,182	71,370
Other assets		180,591	145,196
Current tax assets		4,368	-
Deferred tax assets		86,129	7,659
Prepaid expenses and accrued income		130,515	85,946
<b>TOTAL ASSETS</b>		<b>29,118,468</b>	<b>25,069,605</b>
<b>LIABILITIES AND EQUITY</b>			
<b>Liabilities</b>			
Deposits and borrowings from the public	8	24,692,150	21,197,981
Other liabilities		273,103	232,528
Current tax liabilities		81,100	63,175
Accrued expenses and prepaid income		384,565	436,552
Deferred tax liabilities		1,120	19,606
Provisions		3,589	1,574
Subordinated liabilities	11	394,844	345,509
<b>Total liabilities</b>		<b>25,830,471</b>	<b>22,296,925</b>
<b>Equity</b>			
<b>Restricted equity</b>			
Share capital		107,750	107,500
<b>Total restricted equity</b>		<b>107,750</b>	<b>107,500</b>
<b>Non-restricted equity</b>			
Foreign currency reserve		-19,771	2,194
Retained earnings including the profit for the period		2,950,018	2,412,986
<b>Total non-restricted equity</b>		<b>2,930,247</b>	<b>2,415,180</b>
<b>Total equity attributable to the shareholders of the Parent company</b>		<b>3,037,997</b>	<b>2,522,680</b>
Tier 1 capital instrument		250,000	250,000
<b>Total equity attributable to the owners of the Parent company</b>		<b>3,287,997</b>	<b>2,772,680</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>29,118,468</b>	<b>25,069,605</b>

## STATEMENT OF CHANGES IN EQUITY - CONSOLIDATED

SEK thousand	Restricted equity	Non-restricted equity			Total equity
	Share capital <sup>1</sup>	Foreign currency reserve	Retained earnings including the year's results	Tier 1 capital instrument <sup>2</sup>	
<b>Equity as at 1 Jan 2024</b>	<b>107,500</b>	<b>1,972</b>	<b>1,801,442</b>	<b>250,000</b>	<b>2,160,914</b>
Profit for the year	-	-	632,349	-	632,349
Other comprehensive income for the year	-	222	-	-	222
<i>Total comprehensive income for the year</i>	-	222	632,349	-	632,571
<i>Transactions with owners of the Parent company</i>					
<i>Contributions from and value transfers to owners of the Parent company</i>					
Interest Tier 1 capital instrument	-	-	-29,129	-	-29,129
<i>Total contributions from and value transfers to owners of the Parent company</i>	-	-	-29,129	-	-29,129
<i>Other equity transactions</i>					
Share based remuneration	-	-	8,324	-	8,324
<i>Total other equity transactions</i>	-	-	8,324	-	8,324
<b>Equity as at 31 Dec 2024</b>	<b>107,500</b>	<b>2,194</b>	<b>2,412,986</b>	<b>250,000</b>	<b>2,772,680</b>
<b>Equity as at 1 Jan 2025</b>	<b>107,500</b>	<b>2,194</b>	<b>2,412,986</b>	<b>250,000</b>	<b>2,772,680</b>
Profit for the year	-	-	667,046	-	667,046
Other comprehensive income for the year	-	-21,965	-	-	-21,965
<i>Total comprehensive income for the year</i>	-	-21,965	667,046	-	645,081
<i>Transactions with owners of the Parent company</i>					
<i>Contributions from and value transfers to owners of the Parent company</i>					
Dividend to shareholders	-	-	-107,750	-	-107,750
Interest Tier 1 capital instrument	-	-	-25,838	-	-25,838
<i>Total contributions from and value transfers to owners of the Parent company</i>	-	-	-133,588	-	-133,588
<i>Other equity transactions</i>					
Directed share issue	250	-	-	-	250
Share based remuneration	-	-	3,574	-	3,574
<i>Total other equity transactions</i>	250	-	3,574	-	3,824
<b>Equity as at 31 Dec 2025</b>	<b>107,750</b>	<b>-19,771</b>	<b>2,950,018</b>	<b>250,000</b>	<b>3,287,997</b>

<sup>1</sup> Share capital comprises of 64,650,000 shares of SEK 1.67 each.

<sup>2</sup> Perpetual bonds, SEK 100 million with interest terms STIBOR +6.25 % and first possible redemption 1 December 2026, and SEK 150 million with interest terms STIBOR +8.75 % and first possible redemption 6 September 2028.

## CASH FLOW STATEMENT - CONSOLIDATED

SEK thousand	Jan-Dec 2025	Jan-Dec 2024
<b>Operating activities</b>		
Operating profit	855,808	684,905
<i>Adjustment for items not included in cash flow</i>		
Depreciation and amortisation of tangible and intangible assets	70,467	68,402
Accrued interest income and expense	-76,630	134,635
Other non-cash items	-2,043	5,973
Paid income tax	-188,622	-187,972
<b>Cash flows from operations before changes in working capital</b>	<b>658,980</b>	<b>705,943</b>
Increase/decrease in loans to the public	-3,412,824	-2,394,825
Increase/decrease in other short-term receivables	87,259	-271,355
Increase/decrease in deposits and borrowings from the public	3,494,169	544,984
Increase/decrease in other short-term liabilities	47,908	-134,524
<b>Cash flow from operating activities</b>	<b>875,492</b>	<b>-1,549,777</b>
<b>Investing activities</b>		
Investments in tangible assets	-7,281	-30,999
Investments in intangible assets	-32,799	-53,264
Divestment of shares in subsidiaries	-2,251	105,700
<b>Cash flow from investing activities</b>	<b>-42,331</b>	<b>21,437</b>
<b>Financing activities</b>		
Change in restricted bank deposits	-71,549	723
Paid interest on lease debt	-1,345	-1,443
Amortisation of lease debt	-17,619	-15,514
New share issue	250	-
Redemption of Tier 2 capital instrument	-100,000	-100,000
Issue of Tier 2 capital instrument	150,000	100,000
Interest on Tier 1 capital instrument	-25,838	-29,129
Dividend to shareholders	-107,750	-
<b>Cash flow from financing activities</b>	<b>-173,851</b>	<b>-45,363</b>
<b>Cash flow for the period</b>	<b>659,310</b>	<b>-1,573,703</b>
Cash and cash equivalents at the beginning of period	4,246,859	5,731,169
Exchange rate difference in cash and cash equivalents	-246,523	89,393
<b>Cash and cash equivalents at the end of period</b>	<b>4,659,646</b>	<b>4,246,859</b>
<i>Cash flow from operating activities includes interest expenses paid and interest payments received</i>		
Interest expenses paid	-884,412	-713,452
Interest payments received	3,390,106	2,935,092
<b>Components of cash and cash equivalents</b>		
Cash and balances with central banks	17,576	18,563
Treasury bills eligible for refinancing, etc.	2,489,437	1,792,652
Loans to credit institutions	2,236,407	2,447,869
Restricted bank deposits	-83,774	-12,225
<b>Total cash and cash equivalents</b>	<b>4,659,646</b>	<b>4,246,859</b>



# NOTES

## NOTE 1 General information

TF Bank AB, org.nr. 556158-1041, is a bank limited company with its registered office in Borås, Sweden, which has a license to conduct banking operations. The Bank conducts lending and/or deposit activities to private individuals in Sweden, Finland, Norway, Denmark, Estonia, Latvia, Lithuania, Poland, Germany, Austria, Spain, Ireland, the Netherlands and Italy by subsidiary, branch or cross-border banking with the support of the Swedish banking license.

### COMPANY STRUCTURE

Company	Reg.nr
<b>Parent company</b>	
TF Bank AB	556158-1041
<b>Branches</b>	
TF Bank AB, branch Finland	2594352-3
TF Bank AB, branch Poland	PL9571076774
TF Bank AB, branch Estonia	14304235
TF Bank AB, branch Norway	923 194 592
TF Bank AB, branch Latvia	50203334311
TF Bank AB, branch Lithuania	306989111
TF Bank AB, branch Spain	W0298854A
<b>Subsidiaries</b>	
TF Bank Nordic AB	559476-6379
TF Bank Nordic AB NUF, filial Norge	935 301 734
TF Bank Nordic AB, filial Finland	3529515-2
TFB Service GmbH	HRB 208869 B
TFBN Services Ltd	15924773
TFB Holding Ltd	C 112948
TFB Service UAB	304785170
Yieldloop AB	559526-1859
Avarda AS	931 481 169
Goldcup 37337 AB	559530-1945

All subsidiaries are 100% owned.

The term "Bank/Group" refers to TF Bank AB together with its branches and subsidiaries.

### OWNERSHIP OF TF BANK AB AS AT 31 DECEMBER 2025

Shareholder	%
TFB Holding AB	29.54
Tiberon AB	15.00
Erik Selin Fastigheter AB	12.53
Carnegie Fonder AB	4.41
Nordnet Pensionsförsäkring AB	4.38
Proventus Aktiebolag	4.17
Maud Umberg Weil	3.88
Goldman Sachs International	2.33
Försäkringsbolaget Avanza Pension	1.31
Amidak AB	1.24
Other shareholders	21.21
<b>Total</b>	<b>100.00</b>

Source: Euroclear

## NOTE 2 Credit risk

### Financial risks

Through its operations, TF Bank is exposed to a variety of financial risks: credit risk, market risk (including currency risk and interest rate risk) and liquidity risk, but also operational risk and other operating risks such as business risks, economic risks, and reputational risks. TF Bank has designed an operating structure to ensure good risk management. The overall risk policy constitutes the Board of Directors and the management's fundamental policy documents regarding risk management which aims to minimise any potential adverse effects on the Bank's financial results. The Board establishes written policies with regards to both the overall risk management and for the specific areas.

Credit risk is the risk that a counterparty causes the Bank a financial loss by not fulfilling its contractual obligations to the Bank. The area includes credit risks attributable to the loan portfolio, credit-related concentration risks and counterparty risks. Credit risk arises primarily through lending to the public and is the most significant risk in the Bank. Credit risks may even arise through placement of liquidity and derivative instruments. Credit risk is monitored closely by the responsible functions. The Board of Directors has ultimate responsibility and has established the framework for the Bank's lending activities in a specific credit policy. A credit committee continuously monitors the development of the risk level in each loan portfolio and decides on and implements changes to TF Bank's lending activities within the established policy, as well as proposing amendments to this policy to the Board of Directors. The development is reported at each regular Board meeting.

The Bank's credit approval process maintains high standards regarding ethics, quality and control. The proportion of past due receivables in Stage 3 is affected by the fact that past due receivables are continuously sold on the markets where the price level is such that the Board deems it favourable for the Bank's development and risk profile. The Bank's loans to the public consist primarily of unsecured consumer loans. As a result, TF Bank does not list credit risk exposures in a separate table as there are limited assets pledged as security.

Credit risk may even arise through placement of liquidity and derivative instruments with a positive value. By setting limits for the maximum exposure to each counterparty, the credit risk of liquidity placement becomes limited. According to the Bank's financial policy, the maximum amount of Tier 1 capital that may be placed with the Bank's permitted counterparties is 15 %, with the exception of larger institutions for which the permitted amount is 85 % of Tier 1 capital. Treasury bills, government bonds and balances with central banks, as well as exposure to subsidiaries, are exempted from both limits.

### NOTE 3 Operating segments

The CEO has ultimate responsibility for the decisions taken by the Bank. Management has defined the operating segments based on the information determined by the CEO and used as a basis for decisions on the allocation of resources and evaluation of results. Management evaluates the operating segments' performance based on operating profit.

#### CREDIT CARDS

Income statement, SEK thousand	Oct-Dec 2025	Oct-Dec 2024	Jan-Dec 2025	Jan-Dec 2024
Net interest income	444,934	315,997	1,531,348	1,085,019
Net fee and commission income	5,141	3,878	19,657	-5,060
Net results from financial transactions	796	-313	1,721	-177
<b>Total operating income</b>	<b>450,871</b>	<b>319,562</b>	<b>1,552,726</b>	<b>1,079,782</b>
General administrative expenses	-112,034	-90,820	-397,866	-321,120
Depreciation and amortisation of tangible and intangible assets	-6,402	-5,213	-23,368	-19,194
Other operating expenses	-12,421	-6,406	-51,444	-32,964
<b>Total operating expenses</b>	<b>-130,857</b>	<b>-102,439</b>	<b>-472,678</b>	<b>-373,278</b>
<b>Profit before loan losses</b>	<b>320,014</b>	<b>217,123</b>	<b>1,080,048</b>	<b>706,504</b>
Net loan losses	-183,654	-141,760	-647,526	-463,475
<b>Operating profit</b>	<b>136,360</b>	<b>75,363</b>	<b>432,522</b>	<b>243,029</b>

Balance sheet, SEK thousand	31 Dec 2025	31 Dec 2024
<b>Loans to the public</b>		
Household sector	11,609,065	8,297,766
Corporate sector <sup>1</sup>	186,194	152,709
<b>Total loans to the public</b>	<b>11,795,259</b>	<b>8,450,475</b>
<b>Household sector</b>		
Stage 1, net	10,911,632	8,062,411
Stage 2, net	271,289	232,897
Stage 3, net <sup>2</sup>	426,144	2,458
<b>Total household sector</b>	<b>11,609,065</b>	<b>8,297,766</b>

Key figures <sup>3</sup>	Oct-Dec 2025	Oct-Dec 2024	Jan-Dec 2025	Jan-Dec 2024
Operating income margin, %	15.9	15.3	15.3	15.1
Net loan loss ratio, %	6.5	6.8	6.4	6.5
Cost/Income ratio, %	29.0	32.1	30.4	34.6
Return on loans to the public, %	3.7	2.8	3.2	2.5
New lending, SEK thousand	6,509,767	4,684,799	23,175,054	16,435,047
Number of active credit cards	466,282	359,792	466,282	359,792

<sup>1</sup> Lending to the corporate sector consists of loans in Stage 1 to counterparty regarding sale of past due receivables.

<sup>2</sup> The Bank regularly sells past due receivables in markets where the Board of Directors considers the price level to be favourable for the Bank's performance and risk profile.

<sup>3</sup> See separate section with definitions and reconciliation tables, page 44-45.

Note 3 cont.

## ECOMMERCE SOLUTIONS

Income statement, SEK thousand	Oct-Dec 2025	Oct-Dec 2024	Jan-Dec 2025	Jan-Dec 2024
Net interest income	90,903	89,591	354,663	372,426
Net fee and commission income	38,414	32,308	139,031	123,976
Net results from financial transactions	173	-167	419	-94
<b>Total operating income</b>	<b>129,490</b>	<b>121,732</b>	<b>494,113</b>	<b>496,308</b>
General administrative expenses	-71,267	-60,045	-266,808	-246,845
Depreciation and amortisation of tangible and intangible assets	-9,977	-9,366	-35,130	-35,672
Other operating expenses	-472	-901	-2,391	-3,495
<b>Total operating expenses</b>	<b>-81,716</b>	<b>-70,312</b>	<b>-304,329</b>	<b>-286,012</b>
<b>Profit before loan losses</b>	<b>47,774</b>	<b>51,420</b>	<b>189,784</b>	<b>210,296</b>
Net loan losses	-35,181	-18,435	-104,564	-102,968
<b>Operating profit</b>	<b>12,593</b>	<b>32,985</b>	<b>85,220</b>	<b>107,328</b>

Balance sheet, SEK thousand	31 Dec 2025	31 Dec 2024
<b>Loans to the public</b>		
Household sector	2,718,489	2,687,816
Corporate sector <sup>1</sup>	42,670	53,820
<b>Total loans to the public</b>	<b>2,761,159</b>	<b>2,741,636</b>
<b>Household sector</b>		
Stage 1, net	2,418,900	2,538,800
Stage 2, net	166,046	134,291
Stage 3, net <sup>2</sup>	133,543	14,725
<b>Total household sector</b>	<b>2,718,489</b>	<b>2,687,816</b>

Key figures <sup>3</sup>	Oct-Dec 2025	Oct-Dec 2024	Jan-Dec 2025	Jan-Dec 2024
Operating income margin, %	19.6	18.2	18.0	17.3
Net loan loss ratio, %	5.3	2.7	3.8	3.6
Cost/Income ratio, %	63.1	57.8	61.6	57.6
Return on loans to the public, %	1.5	3.8	2.3	2.7
New lending, SEK thousand	2,345,088	1,983,587	6,907,067	5,994,495
Transaction volume, SEK thousand	5,693,386	4,157,221	17,017,230	13,363,621

<sup>1</sup> Lending to the corporate sector consists of loans in Stage 1 to counterparty regarding sale of past due receivables and loans in Stage 1 to a foreign partner within the segment.

<sup>2</sup> The Bank regularly sells past due receivables in markets where the Board of Directors considers the price level to be favourable for the Bank's performance and risk profile.

<sup>3</sup> See separate section with definitions and reconciliation tables, page 44-45.

Note 3 cont.

## CONSUMER LENDING

Income statement, SEK thousand	Oct-Dec 2025	Oct-Dec 2024	Jan-Dec 2025	Jan-Dec 2024
Net interest income	200,401	199,994	792,949	798,311
Net fee and commission income	16,926	16,179	63,167	64,397
Net results from financial transactions	646	-499	1,549	-282
<b>Total operating income</b>	<b>217,973</b>	<b>215,674</b>	<b>857,665</b>	<b>862,426</b>
General administrative expenses	-61,572	-66,753	-253,091	-253,406
Depreciation and amortisation of tangible and intangible assets	-2,726	-3,585	-11,969	-13,536
Other operating expenses	-2,691	-1,654	-10,825	-7,773
<b>Total operating expenses</b>	<b>-66,989</b>	<b>-71,992</b>	<b>-275,885</b>	<b>-274,715</b>
<b>Profit before loan losses</b>	<b>150,984</b>	<b>143,682</b>	<b>581,780</b>	<b>587,711</b>
Net loan losses	-57,936	-64,068	-243,714	-253,163
<b>Operating profit</b>	<b>93,048</b>	<b>79,614</b>	<b>338,066</b>	<b>334,548</b>

Balance sheet, SEK thousand	31 Dec 2025	31 Dec 2024
<b>Loans to the public</b>		
Household sector	8,925,694	8,793,889
Corporate sector <sup>1</sup>	196,170	279,459
<b>Total loans to the public</b>	<b>9,121,864</b>	<b>9,073,348</b>
<b>Household sector</b>		
Stage 1, net	8,281,790	8,288,633
Stage 2, net	429,732	444,127
Stage 3, net <sup>2</sup>	214,172	61,129
<b>Total household sector</b>	<b>8,925,694</b>	<b>8,793,889</b>

Key figures <sup>3</sup>	Oct-Dec 2025	Oct-Dec 2024	Jan-Dec 2025	Jan-Dec 2024
Operating income margin, %	9.5	9.3	9.4	9.5
Net loan loss ratio, %	2.5	2.8	2.7	2.8
Cost/Income ratio, %	30.7	33.4	32.2	31.9
Return on loans to the public, %	3.1	2.6	2.8	2.7
New lending, SEK thousand	1,323,954	1,210,367	5,536,226	4,719,708

<sup>1</sup> Lending to the corporate sector consists of loans in Stage 1 to counterparties regarding the sale of past due receivables.

<sup>2</sup> The Bank regularly sells past due receivables in markets where the Board of Directors considers the price level to be favourable for the Bank's performance and risk profile.

<sup>3</sup> See separate section with definitions and reconciliation tables, page 44-45.

Note 3 cont.

#### RECONCILIATION AGAINST FINANCIAL INFORMATION

Income statement, SEK thousand	Oct-Dec 2025	Oct-Dec 2024	Jan-Dec 2025	Jan-Dec 2024
<b>Operating income</b>				
Credit Cards	450,871	319,562	1,552,726	1,079,782
Ecommerce Solutions	129,490	121,732	494,113	496,308
Consumer Lending	217,973	215,674	857,665	862,426
<b>Total operating income</b>	<b>798,334</b>	<b>656,968</b>	<b>2,904,504</b>	<b>2,438,516</b>
<b>Operating profit</b>				
Credit Cards	136,360	75,363	432,522	243,029
Ecommerce Solutions	12,593	32,985	85,220	107,328
Consumer Lending	93,048	79,614	338,066	334,548
<b>Total operating profit</b>	<b>242,001</b>	<b>187,962</b>	<b>855,808</b>	<b>684,905</b>

Balance sheet, SEK thousand	31 Dec 2025	31 Dec 2024
<b>Loans to the public</b>		
Credit Cards	11,795,259	8,450,475
Ecommerce Solutions	2,761,159	2,741,636
Consumer Lending	9,121,864	9,073,348
<b>Total loans to the public</b>	<b>23,678,282</b>	<b>20,265,458</b>

#### NOTE 4 Net loan losses

SEK thousand	Oct-Dec 2025	Oct-Dec 2024	Jan-Dec 2025	Jan-Dec 2024
Change in provision for sold past due receivables	-20,102	-192,698	-109,272	-1,019,868
Realised loan losses	-7,503	-8,156	-28,404	-52,885
Recovered from previous realised loan losses	863	22	1,224	392
Change in provision for expected loan losses, Stage 1-3	-250,029	-23,431	-859,352	252,755
<b>Net loan losses</b>	<b>-276,771</b>	<b>-224,263</b>	<b>-995,804</b>	<b>-819,606</b>

Loan losses are attributable to Loans to the public and classified as amortised cost.

**NOTE 5** Classification of financial assets and liabilities

31 Dec 2025 SEK thousand	Financial instru- ments at fair value through profit or loss	Fair value through other com- prehensive income	Amortised cost	Derivatives used for hedge accounting	Non- financial assets and liabilities	Total
	Compulsory					
Assets						
Cash and balances with central banks	-	-	17,576	-	-	17,576
Treasury bills eligible for refinancing	-	-	2,489,437	-	-	2,489,437
Loans to credit institutions	-	-	2,236,407	-	-	2,236,407
Loans to the public	-	-	23,678,282	-	-	23,678,282
Shares	117,267	-	-	-	-	117,267
Derivatives	12,547	-	-	-	-	12,547
Other assets	-	-	-	-	566,952	566,952
Total assets	129,814	-	28,421,702	-	566,952	29,118,468
Liabilities						
Deposits and borrowings from the public	-	-	24,692,150	-	-	24,692,150
Subordinated liabilities	-	-	394,844	-	-	394,844
Derivatives	48,435	-	-	92	-	48,527
Other liabilities	-	-	-	-	694,950	694,950
Total liabilities	48,435	-	25,086,994	92	694,950	25,830,471

31 Dec 2024 SEK thousand	Financial instru- ments at fair value through profit or loss	Fair value through other com- prehensive income	Amortised cost	Derivatives used for hedge accounting	Non- financial assets and liabilities	Total
	Compulsory					
Assets						
Cash and balances with central banks	-	-	18,563	-	-	18,563
Treasury bills eligible for refinancing	-	-	1,792,652	-	-	1,792,652
Loans to credit institutions	-	-	2,447,869	-	-	2,447,869
Loans to the public	-	-	20,265,458	-	-	20,265,458
Shares	117,309	-	-	-	-	117,309
Derivatives	59,435	-	-	786	-	60,221
Other assets	-	-	-	-	367,533	367,533
Total assets	176,744	-	24,524,542	786	367,533	25,069,605
Liabilities						
Deposits and borrowings from the public	-	-	21,197,981	-	-	21,197,981
Subordinated liabilities	-	-	345,509	-	-	345,509
Derivatives	21,954	-	-	-	-	21,954
Other liabilities	-	-	-	-	731,481	731,481
Total liabilities	21,954	-	21,543,490	-	731,481	22,296,925



**NOTE 6 Financial assets and liabilities measured at fair value**
**Fair value**

For financial instruments measured at fair value in the balance sheet, disclosures are required on fair value measurement by level according to the fair value hierarchy below:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1).
- Other observable inputs for assets or liabilities are quoted market prices included in Level 1, either directly, i.e. in the form of quoted prices, or indirectly, i.e. derived from quoted prices (Level 2).
- Data for assets or liabilities which are not based on observable market data (non-observable inputs) (Level 3).

The Bank also provides information regarding the fair value of certain assets for information purposes.

31 Dec 2025 SEK thousand	Level 1	Level 2	Level 3	Total
<b>Assets</b>				
Cash and balances with central banks	-	-	17,576	17,576
Treasury bills eligible for refinancing	2,489,169	-	-	2,489,169
Loans to credit institutions	-	-	2,236,407	2,236,407
Loans to the public	-	-	23,678,282	23,678,282
Shares	-	117,267	-	117,267
Derivatives	-	12,547	-	12,547
<b>Total assets</b>	<b>2,489,169</b>	<b>129,814</b>	<b>25,932,265</b>	<b>28,551,248</b>
<b>Liabilities</b>				
Deposits and borrowings from the public	-	-	24,692,150	24,692,150
Subordinated liabilities	-	394,844	-	394,844
Derivatives	-	48,527	-	48,527
<b>Total liabilities</b>	<b>-</b>	<b>443,371</b>	<b>24,692,150</b>	<b>25,135,521</b>

31 Dec 2024 SEK thousand	Level 1	Level 2	Level 3	Total
<b>Assets</b>				
Cash and balances with central banks	-	-	18,563	18,563
Treasury bills eligible for refinancing	1,785,666	-	-	1,785,666
Loans to credit institutions	-	-	2,447,869	2,447,869
Loans to the public	-	-	20,265,458	20,265,458
Shares	-	117,309	-	117,309
Derivatives	-	60,221	-	60,221
<b>Total assets</b>	<b>1,785,666</b>	<b>177,530</b>	<b>22,731,890</b>	<b>24,695,086</b>
<b>Liabilities</b>				
Deposits and borrowings from the public	-	-	21,197,981	21,197,981
Subordinated liabilities	-	345,509	-	345,509
Derivatives	-	21,954	-	21,954
<b>Total liabilities</b>	<b>-</b>	<b>367,463</b>	<b>21,197,981</b>	<b>21,565,444</b>

Note 6 cont.

The fair value of financial instruments not traded in an active market (e.g. OTC derivatives) is determined using various valuation techniques. These valuation techniques use observable market data where available and rely as little as possible on entity specific estimates. An instrument is classified as Level 2 if all significant inputs required to value an instrument are observable.

Specific valuation techniques used to measure financial instruments include:

- Quoted market prices or dealer quotes for similar instruments.
- Fair value of currency swap contracts is determined using exchange rates at the balance sheet date.

An instrument is classified as Level 3 in cases where one or more of the significant inputs are not based on observable market data.

Loans to the public consist predominantly of receivables bearing variable interest rates and with relatively short maturities. Against this background, the carrying amount is considered to represent a reasonable approximation of the assets' fair value at the end of the reporting period.

31 Dec 2025 SEK thousand	Carrying amount	Fair value	Fair value gain (+)/Fair value loss (-)
<b>Assets</b>			
Cash and balances with central banks	17,576	17,576	-
Treasury bills eligible for refinancing	2,489,437	2,489,169	-268
Loans to credit institutions	2,236,407	2,236,407	-
Loans to the public	23,678,282	23,678,282	-
Shares	117,267	117,267	-
Derivatives	12,547	12,547	-
<b>Total assets</b>	<b>28,551,516</b>	<b>28,551,248</b>	<b>-268</b>
<b>Liabilities</b>			
Deposits from the public	24,692,150	24,692,150	-
Subordinated liabilities	394,844	394,844	-
Derivatives	48,527	48,527	-
<b>Total liabilities</b>	<b>25,135,521</b>	<b>25,135,521</b>	<b>-</b>

31 Dec 2024 SEK thousand	Carrying amount	Fair value	Fair value gain (+)/Fair value loss (-)
<b>Assets</b>			
Cash and balances with central banks	18,563	18,563	-
Treasury bills eligible for refinancing	1,792,652	1,785,666	-6,986
Loans to credit institutions	2,447,869	2,447,869	-
Loans to the public	20,265,458	20,265,458	-
Shares	117,309	117,309	-
Derivatives	60,221	60,221	-
<b>Total assets</b>	<b>24,702,072</b>	<b>24,695,086</b>	<b>-6,986</b>
<b>Liabilities</b>			
Deposits from the public	21,197,981	21,197,981	-
Subordinated liabilities	345,509	345,509	-
Derivatives	21,954	21,954	-
<b>Total liabilities</b>	<b>21,565,444</b>	<b>21,565,444</b>	<b>-</b>

**NOTE 7 Loans to the public**

SEK thousand	31 Dec 2025	31 Dec 2024
Loans to the household sector	23,253,248	19,779,471
Loans to the corporate sector <sup>1</sup>	425,034	485,987
<b>Total loans to the public</b>	<b>23,678,282</b>	<b>20,265,458</b>
<b>Loans to the household sector, gross</b>		
Stage 1, gross	22,059,400	19,258,023
Stage 2, gross	1,109,745	1,037,063
Stage 3, gross <sup>2</sup>	1,637,391	282,577
<b>Total loans to the household sector, gross</b>	<b>24,806,536</b>	<b>20,577,663</b>
<b>Provisions for expected loan losses, household sector</b>		
Stage 1	-447,078	-368,179
Stage 2	-242,678	-225,748
Stage 3 <sup>2</sup>	-863,532	-204,265
<b>Total provisions for expected loan losses, household sector</b>	<b>-1,553,288</b>	<b>-798,192</b>
<b>Loans to the household sector, net</b>		
Stage 1, net	21,612,322	18,889,844
Stage 2, net	867,067	811,315
Stage 3, net <sup>2</sup>	773,859	78,312
<b>Total loans to the household sector, net</b>	<b>23,253,248</b>	<b>19,779,471</b>
<b>Loans to the corporate sector</b>		
Loans, net	425,034	485,987
<b>Total loans to the corporate sector, net</b>	<b>425,034</b>	<b>485,987</b>
<i>Geographic distribution of net loans</i>		
Germany	9,989,603	7,030,609
Norway	4,448,229	4,229,526
Finland	2,765,592	3,142,408
Sweden	1,834,039	1,736,303
Latvia	1,206,803	1,131,108
Lithuania	1,067,036	1,044,378
Estonia	962,077	968,250
Austria	705,694	433,274
Denmark	499,540	230,049
Poland	108,241	197,074
Spain	75,605	118,867
Italy	15,823	3,612
<b>Total loans to the public</b>	<b>23,678,282</b>	<b>20,265,458</b>

<sup>1</sup> Lending to the corporate sector consists of loans in Stage 1 to counterparties regarding sale of past due receivables and a loan in Stage 1 to a foreign partner within the segment Ecommerce Solutions.

<sup>2</sup> The Bank regularly sells past due receivables in markets where the Board of Directors considers the price level to be favourable for the Bank's performance and risk profile.

Note 7 cont.

#### CHANGE IN PROVISION FOR NET LOAN LOSSES

SEK thousand	31 Dec 2025	31 Dec 2024
<b>Opening balance</b>	<b>-798,192</b>	<b>-1,054,707</b>
Change in provision for sold loans	-109,272	-1,019,868
Reversal of provision for sold loans	109,272	1,019,868
Change in provision for expected loan losses in Stage 1	-101,764	-69,534
Change in provision for expected loan losses in Stage 2	-29,848	-76,073
Change in provision for expected loan losses in Stage 3	-728,388	385,223
Exchange rate differences	104,904	16,899
<b>Closing balance</b>	<b>-1,553,288</b>	<b>-798,192</b>

#### NOTE 8 Deposits and borrowings from the public

SEK thousand	31 Dec 2025	31 Dec 2024
Germany	17,387,272	16,825,163
Netherlands	4,861,195	2,781,360
Spain	1,031,658	309,363
Ireland	840,053	614,673
Finland	286,491	334,850
Sweden	170,667	151,702
Norway	114,814	180,870
<b>Total deposits and borrowings from the public</b>	<b>24,692,150</b>	<b>21,197,981</b>

Deposits from the public only occur in the household sector and 99 % (98) is covered by a deposit guarantee scheme. Deposits in Finland are payable on demand. Other countries' deposits are payable on demand and on maturity. Deposits with maturity amounts to 44 % (70) of total deposits from the public.

#### CHANGES IN DEPOSITS AND BORROWINGS FROM THE PUBLIC

SEK thousand	31 Dec 2025	31 Dec 2024
Opening balance	21,197,981	20,652,997
Change	5,009,277	-161,118
Exchange rate differences	-1,515,108	706,102
<b>Closing balance</b>	<b>24,692,150</b>	<b>21,197,981</b>

### Background

Information about the Bank's capital adequacy in this document includes information in accordance with Chapter 6, Sections 3-4 of the Swedish Financial Supervisory Authority's (Swedish FSA) regulations and general guidelines (FFFS 2008:25) on the annual accounts of credit institutions and investment firms and related information contained in Article 433b of Regulation (EU) No 575/2013 and Chapter 8, Section 1 of the Swedish FSA's regulations and general guidelines on regulatory requirements and capital buffers (FFFS 2014:12). TF Bank AB is the responsible institution and is under the supervision of the Swedish FSA. As a result, the Bank is subject to the rules governing credit institutions in Sweden. TF Bank AB is a listed company and as such, the stock exchange rules are also applicable. TF Bank is classified as a small and non-complex institution in accordance with article 4.1.145 of Regulation (EU) No 575/2013. The Bank's statutory capital requirements are governed by the Swedish Act on Special Supervision of Credit Institutions and Investment Firms Act (2014:968), Regulation (EU) No 575/2013, the Act on Capital Buffers (2014:966) and the Swedish FSA's regulations and general recommendations on regulatory requirements and capital buffers (FFFS 2014:12).

### Own funds

TF Bank's own funds consists of equity attributable to the shareholders and issued bonds. Shareholders' equity after regulatory adjustments constitutes common equity Tier 1 capital. Issued bonds constitute Additional Tier 1 capital or Tier 2 capital. The bonds are subordinated to the Bank's other creditors and bonds that constitute Additional Tier 1 capital can under certain conditions be converted into share capital. The Swedish FSA approved TF Bank's application to include the interim profit in the capital base on 21 February 2025.

### Risk exposure amount

TF Bank's risk exposure amount mainly consists of credit risk and operational risk. The risk exposure amount for credit risk is calculated according to the standardised method and the Bank's exposures are weighted based on various percentages specified in Regulation (EU) No. 575/2013. The risk exposure amount for operational risk is calculated using the alternative standardised method in accordance with paragraph 4, Article 314, Regulation (EU) No. 575/2013.

### Capital requirements and Pillar 2 Guidance

The regulatory capital requirement in Pillar 1 means that total own funds must amount to at least 8 % of the risk-weighted exposure amount for credit risk, credit valuation adjustment risk, market risk, and operational risk. After that, additional capital requirements are added for the risks that are not covered via Pillar 1, which include, for example, concentration risk, currency risk, and interest rate risk. The capital requirements for these risks are covered via Pillar 2. In addition to this, additional capital is allocated for a capital conservation buffer of 2.5 % of the risk-weighted exposure amount as well as an institution-specific countercyclical capital buffer that is weighted based on geographical exposures. As of 31 December 2025, TF Bank's countercyclical buffer requirement of 1.2 % is related to 2.5 % for exposures in Norway and Denmark, 2.0 % for exposures in Sweden, 1.5 % for exposures in Estonia, 1.0 % for exposures in Latvia, Lithuania and Poland, and 0.75 % for exposures in Germany as well as 0.5 % for exposures in Spain. The Swedish FSA has carried out a review and evaluation of TF Bank AB and decided upon special capital requirements and Pillar 2 Guidance. The Bank's previous internally calculated capital requirements have been confirmed, and on 19 March, the Swedish FSA decided upon a Pillar 2 Guidance of 0 % of the total risk exposure amount.

### Internally assessed capital requirement

At least annually, TF Bank carries out a process to assess whether the Bank's capital and liquidity forecast during the coming three-year period is sufficient to manage the risks to which the Bank is, or may become, exposed. The process is carried out in accordance with Article 73 of the EU directive EU/2013/36 and is called the internal capital and liquidity assessment process (ICAAP).

## THE GROUP'S CAPITAL SITUATION <sup>1</sup>

SEK thousand	31 Dec 2025	31 Dec 2024
Common Equity Tier 1 capital (CET1)	2,670,000	2,354,631
Tier 1 capital instruments	250,000	250,000
Tier 2 capital instruments	394,844	345,509
<b>Own funds</b>	<b>3,314,844</b>	<b>2,950,140</b>
<b>Risk exposure amount</b>	<b>20,601,319</b>	<b>17,700,941</b>
- of which: credit risk	19,209,888	16,493,873
- of which: credit valuation adjustment risk	74,415	78,960
- of which: operational risk	1,317,016	1,128,108
<b>Capital ratios</b>		
CET1 capital ratio, %	13.0	13.3
Tier 1 capital ratio, %	14.2	14.7
Total capital ratio, %	16.1	16.7

<sup>1</sup> In accordance with (EU) 2021/637 TF Bank discloses the information about capital adequacy and other information as per the template "EU KM1" on page 46.

Note 9 cont.

# THE GROUP'S CAPITAL REQUIREMENTS AND PILLAR 2 GUIDANCE

SEK thousand	31 Dec 2025		31 Dec 2024	
	Amount	Percent <sup>1</sup>	Amount	Percent <sup>1</sup>
<b>Capital requirement under Pillar 1</b>				
CET1 capital	927,059	4.5	796,542	4.5
Tier 1 capital	1,236,079	6.0	1,062,056	6.0
Total capital	1,648,106	8.0	1,416,075	8.0
<b>Capital requirement under Pillar 2</b>				
CET1 capital	142,536	0.7	124,854	0.7
Tier 1 capital	190,048	0.9	166,472	0.9
Total capital	253,397	1.2	221,962	1.3
- of which, concentration risk	195,713	1.0	166,989	0.9
- of which, currency risk	57,684	0.3	54,973	0.3
<b>Total capital requirement under Pillar 1 and Pillar 2</b>				
CET1 capital	1,069,595	5.2	921,396	5.2
Tier 1 capital	1,426,127	6.9	1,228,528	6.9
Total capital	1,901,503	9.2	1,638,037	9.3
<b>Institution-specific buffer requirement</b>				
Total buffer requirement	758,129	3.7	646,085	3.7
- of which, capital conservation buffer	515,033	2.5	442,524	2.5
- of which, countercyclical buffer	243,096	1.2	203,561	1.2
<b>Total capital requirement including buffer requirement</b>				
CET1 capital	1,827,724	8.9	1,567,480	8.9
Tier 1 capital	2,184,256	10.6	1,874,612	10.6
Total capital	2,659,631	12.9	2,284,122	12.9
<b>Pillar 2 Guidance</b>				
CET1 capital	0	0.0	N/A	N/A
<b>Total need for capital including Pillar 2 Guidance</b>				
CET1 capital	1,827,724	8.9	1,567,480	8.9
Tier 1 capital	2,184,256	10.6	1,874,612	10.6
Total capital	2,659,631	12.9	2,284,122	12.9

<sup>1</sup> Capital requirements expressed as a percentage of the risk exposure amount.



Note 9 cont.

#### GROUP'S OWN FUNDS

SEK thousand	31 Dec 2025	31 Dec 2024
<b>CET1 capital</b>		
Share capital	107,750	107,500
Other reserves	-19,771	2,194
Retained earnings including net profit for the period reviewed by the auditor	2,950,018	2,412,986
<b>CET1 capital before regulatory adjustments</b>	<b>3,037,997</b>	<b>2,522,680</b>
Regulatory adjustments to CET1 capital:		
- Deduction of foreseeable costs and dividends <sup>1</sup>	-323,250	-107,500
- Intangible assets <sup>2</sup>	-11,893	-35,101
- Goodwill	-20,011	-20,011
- Insufficient coverage for non-performing exposures <sup>3</sup>	-12,843	-5,437
<b>Total regulatory adjustments to CET1 capital</b>	<b>-367,997</b>	<b>-168,049</b>
<b>Total CET1 capital</b>	<b>2,670,000</b>	<b>2,354,631</b>
<b>Tier 1 capital instruments</b>		
Perpetual subordinated loan	250,000	250,000
<b>Tier 2 capital instruments</b>		
Fixed term subordinated loans	394,844	345,509
<b>Own funds</b>	<b>3,314,844</b>	<b>2,950,140</b>

#### THE GROUP'S SPECIFICATION OF RISK EXPOSURE AMOUNT AND CAPITAL REQUIREMENT

SEK thousand	31 Dec 2025		31 Dec 2024	
	Risk exposure amount	Capital requirement 8 %	Risk exposure amount	Capital requirement 8 %
<b>Credit risk under the standardised approach</b>				
Corporate exposures	420,843	33,667	485,987	38,879
Household exposures	16,839,859	1,347,189	14,745,870	1,179,670
Exposures secured by mortgages on immovable property	6,087	487	13,999	1,120
Exposures in default	773,859	61,909	78,313	6,265
Exposures to institutions	492,305	39,384	571,818	45,745
Equity exposures	293,084	23,447	293,126	23,450
Other items	383,851	30,708	304,760	24,381
<b>Total</b>	<b>19,209,888</b>	<b>1,536,791</b>	<b>16,493,873</b>	<b>1,319,510</b>
<b>Credit valuation adjustment</b>				
Simplified approach	74,415	5,953	78,960	6,317
<b>Total</b>	<b>74,415</b>	<b>5,953</b>	<b>78,960</b>	<b>6,317</b>
<b>Market risk</b>				
Foreign exchange rate risk	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Operational risk</b>				
Alternative Standardised Approach	1,317,016	105,361	1,128,108	90,249
<b>Total</b>	<b>1,317,016</b>	<b>105,361</b>	<b>1,128,108</b>	<b>90,249</b>
<b>Total risk exposure amount and total capital requirement</b>	<b>20,601,319</b>	<b>1,648,106</b>	<b>17,700,941</b>	<b>1,416,075</b>

<sup>1</sup> Deduction of dividends have been made in accordance with the Board of Directors' proposal to the Annual General Meeting.

<sup>2</sup> Deduction according to Commission Delegated Regulation (EU) 2020/2176.

<sup>3</sup> Deduction according to Regulation (EU) No 2019/630.

## NOTE 10 Liquidity coverage

### Background

Information about the Bank's liquidity coverage in this document includes information in accordance with Chapter 5, Section 9 of the Swedish FSA's regulations and general guidelines (FFFS 2010:7) on publication of information on liquidity risk. Information on regulatory liquidity requirements in this document refers to information set out in Part Six of Regulation (EU) No 575/2013.

### Liquidity reserve

In accordance with FFFS 2010:7, a responsible institution is required to keep a separate reserve of high-quality liquid assets that can be used to secure short-term solvency in the event of the loss or deterioration of access to normally available funding sources. TF Bank's available liquidity reserve consists of treasury bills, government bonds, cash at central banks and loans to credit institutions. Only amounts that are available the following day are counted in the available liquidity reserve. During the fourth quarter of 2025, TF Bank deposited SEK 72 million with the Riksbank in accordance with a new deposit requirement that applies to all Swedish banks and credit institutions

### Sources of financing

TF Bank's main source of financing is deposits from the public. Deposits are only from the household sector and 99 % (98) is covered by a government deposit guarantee scheme. The other sources of financing are subordinated debt, additional Tier 1 capital instruments and equity attributable to the shareholders.

### THE GROUP'S LIQUIDITY POSITION

SEK thousand	31 Dec 2025	31 Dec 2024
<b>Liquidity reserve <sup>1</sup></b>		
Treasury bills eligible for refinancing - EU-commission <sup>2</sup>	806,639	858,318
Treasury bills and government securities eligible for refinancing - Norway <sup>2</sup>	764,682	527,901
Treasury bills eligible for refinancing - Netherlands <sup>2</sup>	430,208	-
Treasury bills eligible for refinancing - Finland <sup>2</sup>	272,804	406,433
Treasury bills eligible for refinancing - Sweden <sup>2</sup>	215,104	-
<b>Total liquidity reserve</b>	<b>2,489,437</b>	<b>1,792,652</b>
<b>Other available liquidity reserve</b>		
Cash and balances with central banks <sup>3</sup>	6,096	6,338
Loans to credit institutions <sup>3</sup>	1,834,953	2,254,307
<b>Total other available liquidity reserve</b>	<b>1,841,049</b>	<b>2,260,645</b>
<b>Total available liquidity reserve</b>	<b>4,330,486</b>	<b>4,053,297</b>
<b>Sources of financing</b>		
Deposits from the public	24,692,150	21,197,981
Subordinated liabilities	394,844	345,509
Tier 1 capital instrument	250,000	250,000
Equity attributable to shareholders	3,037,997	2,522,680
<b>Total sources of financing</b>	<b>28,374,991</b>	<b>24,316,170</b>
<b>Key figures</b>		
Available liquidity reserve / Deposits from the public	18	19
Liquidity coverage ratio, %	222	406
Net stable funding ratio, %	115	109

### REGULATORY LIQUIDITY REQUIREMENTS

	31 Dec 2025	31 Dec 2024
<b>Key figures</b>		
Liquidity coverage ratio, %	100	100
Net stable funding ratio, %	100	100

<sup>1</sup> According to definition in FFFS 2010:7.

<sup>2</sup> Remaining term are up to 12 month.

<sup>3</sup> Excluding restricted cash and cash equivalents that are not available the next day.

## NOTE 11 Subordinated liabilities

SEK thousand	31 Dec 2025	31 Dec 2024
Fixed-term subordinated liabilities	394,844	345,509
<b>Total</b>	<b>394,844</b>	<b>345,509</b>

Subordinated loans are subordinated to other liabilities. The table below shows the terms for each bond. The prospectus are available on the Bank's website, [www.tfbankgroup.com](http://www.tfbankgroup.com).

Issuing date	Nominal amount (SEK thousand)	Interest rate terms	Maturity date
14 December 2020 - redeemed 15 December 2025	100,000	STIBOR 3 months +5.50%	N/A
28 February 2023	150,000	STIBOR 3 months +6.50%	28 February 2033
18 September 2024	100,000	STIBOR 3 months +4.00%	18 September 2034
27 November 2025	150,000	STIBOR 3 months +3.50%	27 February 2036

## NOTE 12 Pledged assets, contingent liabilities and commitments

SEK thousand	31 Dec 2025	31 Dec 2024
<b>Pledged assets</b>		
Restricted bank deposits <sup>1</sup>	83,774	12,225
<b>Total</b>	<b>83,774</b>	<b>12,225</b>

SEK thousand	31 Dec 2025	31 Dec 2024
<b>Commitments</b>		
Unutilised credit limits	13,999,381	10,050,350
<b>Total</b>	<b>13,999,381</b>	<b>10,050,350</b>

According to the Board's assessment, TF Bank AB has no contingent liabilities.

<sup>1</sup> Restricted bank deposits refers to minimum reserve requirements at central banks in Sweden, Finland and Poland.

**NOTE 13 Transactions with related parties**

Transactions between Group companies refer to invoicing of services rendered in subsidiaries and interest income linked to intra-group loans to subsidiaries. Transactions with other related parties in the table below refer to transactions between TF Bank and companies that largely have the same owner as TF Bank's largest owner TFB Holding AB, corporate identity number 556705-2997, or where TF Bank AB owns a minor stake. All transactions are priced according to the market.

SEK thousand	Oct-Dec 2025	Oct-Dec 2024	Jan-Dec 2025	Jan-Dec 2024
<i>The following transactions have been made between companies within the Group:</i>				
General administrative expenses	-2,013	-3,139	-7,112	-17,377
<b>Total</b>	<b>-2,013</b>	<b>-3,139</b>	<b>-7,112</b>	<b>-17,377</b>
<i>The following transactions have been made with other related parties:</i>				
Interest income (transaction costs)	-8,454	-7,711	-34,615	-36,177
Fee and commission income	474	430	2,045	2,287
General administrative expenses	-94	-369	-1,434	-1,729
Net loan losses	-	-3,503	-23,552	-3,503
<b>Total</b>	<b>-8,074</b>	<b>-11,153</b>	<b>-57,556</b>	<b>-39,122</b>
<i>Acquisition of assets and liabilities from other related parties:</i>				
Ecommerce Solutions	106,761	115,679	459,777	465,019
<b>Total</b>	<b>106,761</b>	<b>115,679</b>	<b>459,777</b>	<b>465,019</b>
<i>Sale of assets and liabilities to other related parties:</i>				
Non-performing loans	-	20,368	87,559	20,368
<b>Total</b>	<b>-</b>	<b>20,368</b>	<b>87,559</b>	<b>20,368</b>

SEK thousand	31 Dec 2025	31 Dec 2024
<i>Assets and liabilities at the end of the period as a result of transactions with other related parties:</i>		
Loans to credit institutions	-	54,959
Other assets	405	496
Other liabilities	931	1,807

# PARENT COMPANY

## General information

TF Bank AB, org.nr. 556158-1041, is a bank limited company with its registered office in Borås, Sweden, which has a license to conduct banking operations. The Bank conducts lending and/or deposit activities to private individuals in Sweden, Finland, Norway, Denmark, Estonia, Latvia, Lithuania, Poland, Germany, Austria, Spain, Ireland, the Netherlands and Italy by subsidiary, branch or cross-border banking with the support of the Swedish banking license.

## JANUARY - DECEMBER 2025

COMPARED TO JANUARY - DECEMBER 2024 (unless otherwise stated)

### Operating profit

Operating profit increased by 8 % to SEK 856.3 million (792.0). The result has been positively affected by the fact that the operations within Ecommerce Solutions in the Nordics have been conducted under the Parent company throughout the year.

### Operating income

The operating income decreased by 25 % to SEK 2,863 million (3,822). The decrease is mainly explained by the receipt of a larger dividend during the first half of 2024.

### Operating expenses

The operating expenses increased by 37 % to SEK 1,023 million (746.3). The increase is partly explained by the growing loan portfolio, but also by the operations in Ecommerce Solutions in the Nordic region having been conducted under the Parent company throughout the year.

### Loan losses

The net loan losses increased by 18 % to SEK 983.4 million (832.4). The increase is partly explained by the growing loan portfolio, but also by the operations in Ecommerce Solutions in the Nordic region having been conducted under the Parent company throughout the year.

### Appropriations

The Parent Company has made a group contribution of SEK 18.5 million to the wholly owned subsidiary TF Bank Nordic AB.

### Tax expense

The tax expenses increased to SEK 181.8 million (137.7). The increased tax expense is attributable to a higher operating profit.

## JANUARY - DECEMBER 2025

COMPARED TO 31 DECEMBER 2024 (unless otherwise stated)

### Loans to the public

Loans to the public decreased by 11 % and amounted to SEK 18,074 million (20,265), which reflects the transfer of the Nordic Consumer Lending operations to the subsidiary TF Bank Nordic AB in December 2025.

### Deposits from the public

Deposits from the public increased by 14 % to SEK 24,137 million (21,198).

### Loans to credit institutions

Loans to credit institutions amounted to SEK 6,721 million (2,443) at the end of the year. The Bank's lending primarily includes a credit facility to its subsidiary TF Bank Nordic AB and accounts without fixed terms at several Nordic banks.

### Shares in subsidiaries

Shares in subsidiaries amounted to SEK 859 million (1) at the end of the year and have been affected by new share issues in the subsidiaries TF Bank Nordic AB and TFBN Services Ltd.

### Capital adequacy

The capital ratios have increased during the year and at the end of the year the Parent company's total capital ratio was 18.8 % (16.7), the Tier 1 capital ratio was 16.5 % (14.8) and the Common Equity Tier 1 capital ratio was 15.1 % (13.4). The increase in all capital ratios reflect the transfer of the Nordic Consumer Lending operations to the subsidiary TF Bank Nordic AB in December 2025.

## INCOME STATEMENT - PARENT COMPANY

SEK thousand	Oct-Dec 2025	Oct-Dec 2024	Jan-Dec 2025	Jan-Dec 2024
<b>Operating income</b>				
Interest income	910,893	810,482	3,452,826	2,859,916
Interest expense	-207,253	-189,910	-808,084	-804,374
<b>Net interest income</b>	<b>703,640</b>	<b>620,572</b>	<b>2,644,742</b>	<b>2,055,542</b>
Fee and commission income	111,429	102,282	435,984	281,456
Fee and commission expense	-55,482	-49,963	-218,663	-177,684
<b>Net fee and commission income</b>	<b>55,947</b>	<b>52,319</b>	<b>217,321</b>	<b>103,772</b>
Received dividend	-	403,500	-	1,451,500
Net results from financial transactions	1,376	42,066	703	41,885
Other operating income	-	169,524	-	169,524
<b>Total operating income</b>	<b>760,963</b>	<b>1,287,981</b>	<b>2,862,766</b>	<b>3,822,223</b>
<b>Operating expenses</b>				
General administrative expenses	-229,406	-210,182	-900,867	-669,710
Depreciation and amortisation of tangible and intangible assets	-15,600	-15,057	-57,549	-34,671
Other operating expenses	-15,584	-8,931	-64,660	-41,939
<b>Total operating expenses</b>	<b>-260,590</b>	<b>-234,170</b>	<b>-1,023,076</b>	<b>-746,320</b>
<b>Profit before loan losses</b>	<b>500,373</b>	<b>1,053,811</b>	<b>1,839,690</b>	<b>3,075,903</b>
Net loan losses	-264,495	-304,351	-983,410	-832,359
Impairment of financial fixed assets	-	-403,500	-	-1,451,500
<b>Operating profit</b>	<b>235,878</b>	<b>345,960</b>	<b>856,280</b>	<b>792,044</b>
Appropriations	-18,500	-	-18,500	-
Income tax for the period	-47,874	-39,460	-181,795	-137,729
<b>Profit for the period</b>	<b>169,504</b>	<b>306,500</b>	<b>655,985</b>	<b>654,315</b>

## STATEMENT OF OTHER COMPREHENSIVE INCOME - PARENT COMPANY

SEK thousand	Oct-Dec 2025	Oct-Dec 2024	Jan-Dec 2025	Jan-Dec 2024
<b>Profit for the period</b>	<b>169,504</b>	<b>306,500</b>	<b>655,985</b>	<b>654,315</b>
<b>Other comprehensive income</b>				
<b>Items that may subsequently be reclassified to the income statement</b>				
Gross exchange rate differences	-2,590	2,901	-4,385	50
Tax on exchange rate differences in the period	-15,668	-	-15,668	-
<b>Other comprehensive income for the period</b>	<b>-18,258</b>	<b>2,901</b>	<b>-20,053</b>	<b>50</b>
<b>Total comprehensive income for the period</b>	<b>151,246</b>	<b>309,401</b>	<b>635,932</b>	<b>654,365</b>

## BALANCE SHEET - PARENT COMPANY

SEK thousand	31 Dec 2025	31 Dec 2024
<b>ASSETS</b>		
Cash and balances with central banks	17,576	18,563
Treasury bills eligible for refinancing	2,177,053	1,792,652
Loans to credit institutions	6,720,692	2,442,923
Loans to the public	18,074,416	20,265,458
Shares	117,267	117,309
Shares in subsidiaries	859,365	1,244
Goodwill	20,465	26,593
Intangible assets	82,703	97,572
Tangible assets	7,219	5,784
Other assets	173,782	145,736
Deferred tax assets	80,451	2,395
Prepaid expenses and accrued income	119,894	85,668
<b>TOTAL ASSETS</b>	<b>28,450,883</b>	<b>25,001,897</b>
<b>LIABILITIES AND EQUITY</b>		
<b>Liabilities</b>		
Deposits and borrowings from the public	24,137,407	21,197,981
Other liabilities	199,537	163,030
Current tax liabilities	78,544	61,917
Accrued expenses and prepaid income	-	19,606
Deferred tax liabilities	351,422	432,908
Provisions	3,589	1,574
Subordinated liabilities	394,844	345,509
<b>Total liabilities</b>	<b>25,165,343</b>	<b>22,222,525</b>
<b>Equity</b>		
<b>Restricted equity</b>		
Share capital	107,750	107,500
Statutory reserve	1,000	1,000
Development costs fund	82,703	97,572
<b>Total restricted equity</b>	<b>191,453</b>	<b>206,072</b>
<b>Non-restricted equity</b>		
Tier 1 capital instrument	250,000	250,000
Foreign currency reserve	-21,280	-1,227
Retained earnings	2,209,382	1,670,212
Profit for the period	655,985	654,315
<b>Total non-restricted equity</b>	<b>3,094,087</b>	<b>2,573,300</b>
<b>Total equity</b>	<b>3,285,540</b>	<b>2,779,372</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>28,450,883</b>	<b>25,001,897</b>



**NOTE 14 Capital adequacy**
**THE PARENT COMPANY'S CAPITAL SITUATION**

SEK thousand	31 Dec 2025	31 Dec 2024
Common Equity Tier 1 capital (CET1)	2,667,594	2,354,741
Tier 1 capital instruments	250,000	250,000
Tier 2 capital instruments	394,844	345,509
<b>Own funds</b>	<b>3,312,438</b>	<b>2,950,250</b>
<b>Risk exposure amount</b>	<b>17,651,029</b>	<b>17,635,872</b>
- of which: credit risk	16,630,664	16,428,804
- of which: credit valuation adjustment risk	67,149	78,960
- of which: operational risk	953,216	1,128,108
<b>Capital ratios</b>		
CET1 capital ratio, %	15.1	13.4
Tier 1 capital ratio, %	16.5	14.8
Total capital ratio, %	18.8	16.7

**THE PARENT COMPANY'S CAPITAL REQUIREMENTS AND PILLAR 2 GUIDANCE**

SEK thousand	31 Dec 2025		31 Dec 2024	
	Amount	Percent <sup>1</sup>	Amount	Percent <sup>1</sup>
<b>Capital requirement under Pillar 1</b>				
CET1 capital	794,296	4.5	793,614	4.5
Tier 1 capital	1,059,062	6.0	1,058,152	6.0
Total capital	1,412,082	8.0	1,410,870	8.0
<b>Capital requirement under Pillar 2</b>				
CET1 capital	122,123	0.7	124,247	0.7
Tier 1 capital	162,831	0.9	165,662	0.9
Total capital	217,108	1.2	220,883	1.3
- of which, concentration risk	167,685	1.0	166,377	0.9
- of which, market risk	49,423	0.3	54,506	0.3
<b>Total capital requirement under Pillar 1 and Pillar 2</b>				
CET1 capital	916,420	5.2	917,861	5.2
Tier 1 capital	1,221,893	6.9	1,223,815	6.9
Total capital	1,629,190	9.2	1,631,753	9.3
<b>Institution-specific buffer requirement</b>				
Total buffer requirement	642,498	3.6	643,710	3.7
- of which, capital conservation buffer	441,276	2.5	440,897	2.5
- of which, countercyclical buffer	201,222	1.1	202,813	1.2
<b>Total capital requirement including buffer requirement</b>				
CET1 capital	1,558,917	8.8	1,561,571	8.9
Tier 1 capital	1,864,390	10.6	1,867,524	10.6
Total capital	2,271,688	12.9	2,275,463	12.9
<b>Pillar 2 Guidance</b>				
CET1 capital	0	0.0	N/A	N/A
<b>Total need for capital including Pillar 2 Guidance</b>				
CET1 capital	1,558,917	8.8	1,561,571	8.9
Tier 1 capital	1,864,390	10.6	1,867,524	10.6
Total capital	2,271,688	12.9	2,275,463	12.9

<sup>1</sup> Capital requirements expressed as a percentage of the risk exposure amount.

Note 14 cont.

#### THE PARENT COMPANY'S OWN FUNDS

SEK thousand	31 Dec 2025	31 Dec 2024
<b>CET1 capital</b>		
Share capital	107,750	107,500
Other reserves	68,393	97,345
Retained earnings including net profit for the period reviewed by the auditor	2,859,397	2,324,527
<b>CET1 capital before regulatory adjustments</b>	<b>3,035,540</b>	<b>2,529,372</b>
Adjustments to CET1 capital:		
- Deduction of foreseeable costs and dividends <sup>1</sup>	-323,250	-107,500
- Intangible assets <sup>2</sup>	-11,893	-35,101
- Goodwill	-20,465	-26,593
- Insufficient coverage for non-performing exposures <sup>3</sup>	-12,338	-5,437
<b>Total regulatory adjustments to CET1 capital</b>	<b>-367,946</b>	<b>-174,631</b>
<b>Total CET1 capital</b>	<b>2,667,594</b>	<b>2,354,741</b>
<b>Tier 1 capital instruments</b>		
Perpetual subordinated loan	250,000	250,000
<b>Tier 2 capital instruments</b>		
Fixed term subordinated loans	394,844	345,509
<b>Own funds</b>	<b>3,312,438</b>	<b>2,950,250</b>

#### THE PARENT COMPANY'S SPECIFICATION OF RISK EXPOSURE AMOUNT AND CAPITAL REQUIREMENT

SEK thousand	31 Dec 2025		31 Dec 2024	
	Risk exposure amount	Capital requirement 8 %	Risk exposure amount	Capital requirement 8 %
<b>Credit risk under the standardised approach</b>				
Corporate exposures	387,549	31,004	485,987	38,879
Household exposures	12,774,563	1,021,965	14,745,870	1,179,670
Exposures secured by mortgages on immovable property	6,087	487	13,999	1,120
Exposures in default	623,681	49,894	78,313	6,265
Exposures to institutions	1,382,497	110,600	570,829	45,666
Equity exposures	1,152,447	92,196	294,370	23,550
Other items	303,840	24,307	239,436	19,155
<b>Total</b>	<b>16,630,664</b>	<b>1,330,453</b>	<b>16,428,804</b>	<b>1,314,304</b>
<b>Credit valuation adjustment</b>				
Simplified approach	67,149	5,372	78,960	6,317
<b>Total</b>	<b>67,149</b>	<b>5,372</b>	<b>78,960</b>	<b>6,317</b>
<b>Market risk</b>				
Foreign exchange rate risk	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Operational risk</b>				
Alternative Standardised Approach	953,216	76,257	1,128,108	90,249
<b>Total</b>	<b>953,216</b>	<b>76,257</b>	<b>1,128,108</b>	<b>90,249</b>
<b>Total risk exposure amount and total capital requirement</b>	<b>17,651,029</b>	<b>1,412,082</b>	<b>17,635,872</b>	<b>1,410,870</b>

<sup>1</sup> Deduction of dividends have been made in accordance with the Board of Directors' proposal to the Annual General Meeting.

<sup>2</sup> Deduction according to Commission Delegated Regulation (EU) 2020/2176.

<sup>3</sup> Deduction according to Regulation (EU) No 2019/630.

**NOTE 15** Liquidity coverage

**THE PARENT COMPANY'S LIQUIDITY POSITION**

SEK thousand	31 Dec 2025	31 Dec 2024
<b>Liquidity reserve<sup>1</sup></b>		
Treasury bills and government securities eligible for refinancing - Norway <sup>2</sup>	764,682	527,901
Treasury bills eligible for refinancing - EU-commission <sup>2</sup>	593,869	858,318
Treasury bills eligible for refinancing - Netherlands <sup>2</sup>	430,208	-
Treasury bills eligible for refinancing - Finland <sup>2</sup>	215,104	-
Treasury bills eligible for refinancing - Sweden <sup>2</sup>	173,190	406,433
<b>Total liquidity reserve</b>	<b>2,177,053</b>	<b>1,792,652</b>
<b>Other available liquidity reserve</b>		
Cash and balances with central banks <sup>3</sup>	6,096	6,338
Loans to credit institutions <sup>3</sup>	1,694,047	2,249,324
<b>Total other available liquidity reserve</b>	<b>1,700,143</b>	<b>2,255,662</b>
<b>Total available liquidity reserve</b>	<b>3,877,196</b>	<b>4,048,314</b>
<b>Sources of financing</b>		
Deposits from the public	24,137,407	21,197,981
Subordinated liabilities	394,844	345,509
Tier 1 capital instrument	250,000	250,000
Equity attributable to shareholders	3,035,540	2,529,372
<b>Total sources of financing</b>	<b>27,817,791</b>	<b>24,322,862</b>
<b>Key figures</b>		
Available liquidity reserve / Deposits from the public	16	19
Liquidity coverage ratio, %	152	406
Net stable funding ratio, %	112	109

**REGULATORY LIQUIDITY REQUIREMENTS**

	31 Dec 2025	31 Dec 2024
<b>Key figures</b>		
Liquidity coverage ratio, %	100	100
Net stable funding ratio, %	100	100

<sup>1</sup> According to definition in FFFS 2010:7.

<sup>2</sup> Remaining term are up to 12 month.

<sup>3</sup> Excluding restricted cash and cash equivalents that are not available the next day.

# ASSURANCE BY THE BOARD OF DIRECTORS AND THE CEO

The interim report has not been reviewed by the Company's auditor.

The Board of Directors and the CEO certify that the interim report gives a true and fair overview of the development of the operations, financial position and result of the Parent company and the Group and describes the material risks and uncertainties that the Parent company and the Group faces.

Borås, 19 January 2026

John Brehmer  
*Chairman*

Niklas Johansson

Michael Lindengren

Sara Mindus

Fredrik Oweson

Arti Zeighami

Joakim Jansson  
*President and CEO*

# DEFINITIONS

TF Bank uses Alternative Performance Measures that are not defined in the applicable financial reporting framework (IFRS). The Alternative Performance Measures are used to increase understanding of the Bank's financial performance among readers of the financial statements. Alternative Performance Measures may be calculated in different ways and do not need to be comparable with similar key ratios used by other companies. TF Bank definitions of the Alternative Performance Measures are shown below.

## ADJUSTED EARNINGS PER SHARE

Adjusted earnings for the period attributable to the Parent company shareholders divided by the average number of outstanding shares.

## ADJUSTED RETURN ON EQUITY

Adjusted earnings for the period attributable to Parent company shareholders divided by average equity attributable to Parent company shareholders.

## ADJUSTED RETURN ON LOANS TO THE PUBLIC

Adjusted earnings for the period attributable to Parent company shareholders divided by average loans to the public.

## CET1 CAPITAL RATIO

CET1 capital as a percentage of total risk exposure amount.

## COST/INCOME (C/I) RATIO

Operating expenses divided by operating income.

## EARNINGS PER SHARE

Net profit for the period attributable to the shareholders of the Parent company divided by the average number of outstanding shares.

## EMPLOYEES (FTE)

Average number of full-time employees, including employees on parental leave.

## LIQUIDITY COVERAGE RATIO

Total net liquidity outflows divided by total high-quality liquid assets.

## NET LOAN LOSS RATIO

Net loan losses for the period divided by average loans to the public.

## NEW LENDING

New loans (the cash flow) in the period, the amounts have been reduced by returns.

## NUMBER OF ACTIVE CREDIT CARDS

All issued cards at the last day of the period with balance above zero or transaction in last twelve months prior to reporting date.

## OPERATING INCOME MARGIN

Total operating income for the period divided by average loans to the public.

## RETURN ON EQUITY

Net profit for the period attributable to the shareholders of the Parent company as a percentage of equity attributable to the shareholders of the Parent company.

## RETURN ON LOANS TO THE PUBLIC

Net profit for the period attributable to the shareholders of the Parent company divided by average loans to the public. For the segments, net profit is calculated using a standard deduction for interest on Tier 1 capital instruments and a standard tax rate.

## STABLE NET FUNDING RATIO

Total available stable funding divided by total stable funding requirements.

## TIER 1 CAPITAL RATIO

Tier 1 capital, i.e. CET1 capital and Additional Tier 1 capital, as a percentage of total risk exposure amount.

## TOTAL CAPITAL RATIO

Own funds as a percentage of the total risk exposure amount.

## TRANSACTION VOLUME

The sum of all purchases that go through TF Bank's payment solutions.

## CONTACTS

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# RECONCILIATION TABLES

## KEY FIGURES <sup>1</sup>

SEK thousand	Oct-Dec 2025	Oct-Dec 2024	Jan-Dec 2025	Jan-Dec 2024
<b>Income statement</b>				
Earnings per share, SEK	2.83	3.68	9.92	9.33
Net profit for the period attributable to the shareholders of the Parent company	182,825	237,624	641,208	603,220
Average number of outstanding shares, thousands	64,650	64,650	64,638	64,638
<b>Key figures <sup>2</sup></b>				
Operating income margin, %	13.7	13.0	13.2	12.8
Total operating income, annualised	3,193,336	2,627,872	2,904,504	2,438,516
Average loans to the public	23,237,473	20,272,455	21,971,870	19,068,046
Net loan loss ratio, %	4.8	4.4	4.5	4.3
Net loan losses, annualised	1,107,084	897,052	995,804	819,606
Average loans to the public	23,237,473	20,272,455	21,971,870	19,068,046
Cost/Income ratio, %	35.0	37.3	36.3	38.3
Total operating expenses	279,562	244,743	1,052,892	934,005
Total operating income	798,334	656,968	2,904,504	2,438,516
Return on equity, %	24.7	39.6	23.1	27.2
Net profit for the period attributable to the shareholders of the Parent company, annualised	731,300	950,496	641,208	603,220
Average equity attributable to the shareholders of the Parent company	2,955,539	2,398,020	2,780,339	2,216,797
Return on loans to the public, %	3.1	4.7	2.9	3.2
Net profit for the period attributable to the shareholders of the Parent company, annualised	731,300	950,496	641,208	603,220
Average loans to the public	23,237,473	20,272,455	21,971,870	19,068,046
<b>Adjusted income statement <sup>3</sup></b>				
Adjusted earnings per share, SEK	2.83	2.07	9.95	7.73
Adjusted profit for the period attributable to the shareholders of the Parent company	182,825	133,885	643,459	499,481
Average number of outstanding shares, thousands	64,650	64,650	64,638	64,638
<b>Adjusted key figures <sup>3</sup></b>				
Adjusted return on equity, %	24.7	22.3	23.1	22.5
Adjusted profit for the period attributable to the shareholders of the Parent company, annualised	731,300	535,540	643,459	499,481
Average equity attributable to the shareholder's of the Parent company	2,955,539	2,398,020	2,780,339	2,216,797
Adjusted return on loans to the public, %	3.1	2.6	2.9	2.6
Adjusted profit for the period attributable to the shareholders of the Parent company, annualised	731,300	535,540	643,459	499,481
Average loans to the public	23,237,473	20,272,455	21,971,870	19,068,046

<sup>1</sup> The annualised figure has been calculated by multiplying the quarterly figure by four. The average has been calculated as opening balance plus closing balance, divided by two.

<sup>2</sup> Calculation of capital ratios is shown in Note 9.

<sup>3</sup> Adjustments for items affecting comparability are related to transactions according to the Share Purchase Agreement with Alektum Holding AB and Erik Selin Fastigheter AB regarding the divestment of 80.1 percent of the shares in the former subsidiary Rediem Capital AB on 20 December 2024.

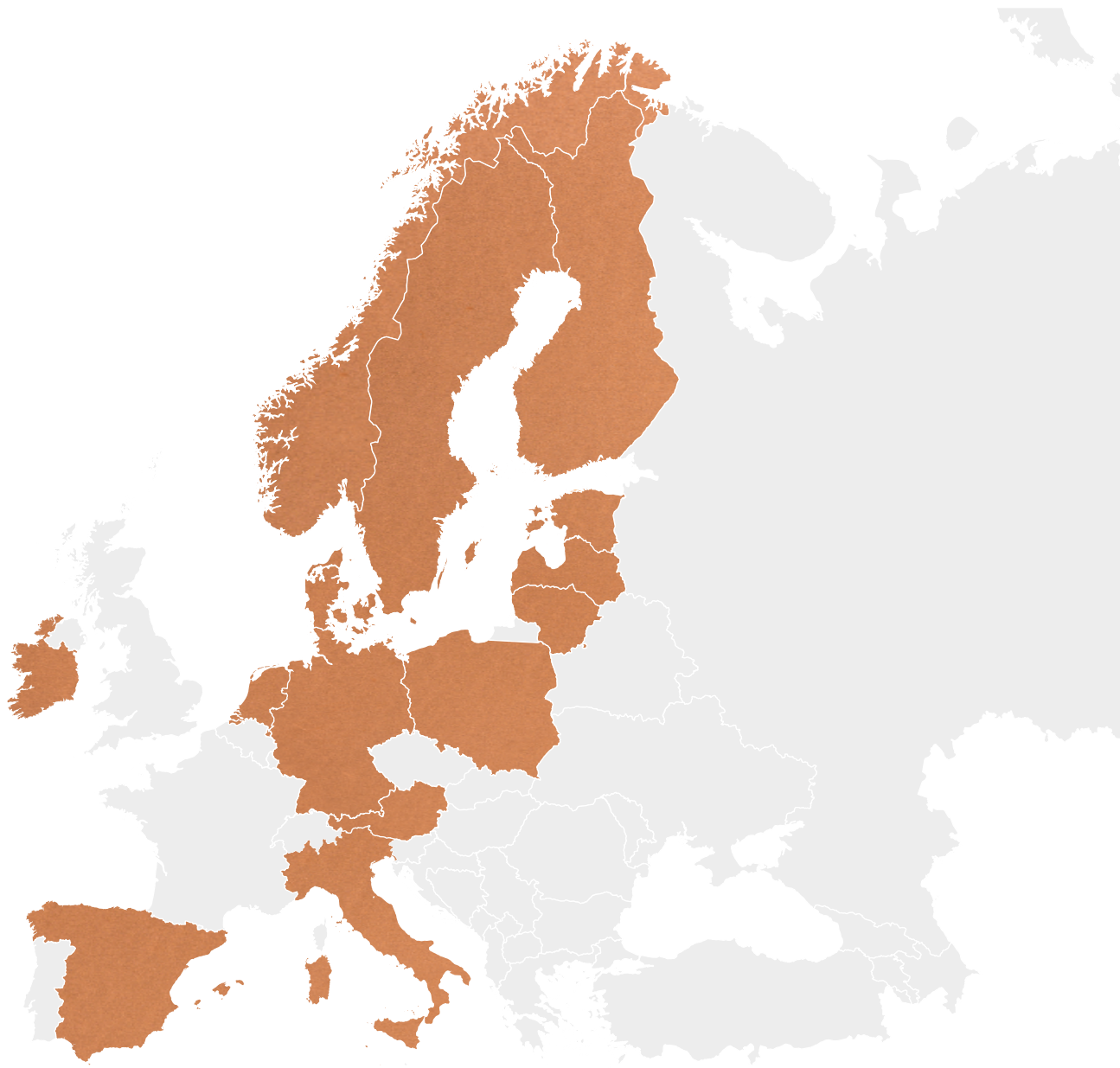
# REGULATORY KEY METRICS

TEMPLATE "EU KM1 – KEY METRICS TEMPLATE" IS DISCLOSED BELOW AS PER THE TECHNICAL STANDARDS IN THE COMMISSION IMPLEMENTING REGULATION 2021/637.

SEK thousand		31 Dec 2025	31 Dec 2024
<b>Available own funds</b>			
1	Common Equity Tier 1 capital (CET1)	2,670,000	2,354,631
2	Tier 1 capital	2,920,000	2,604,631
3	Total capital	3,314,844	2,950,140
<b>Risk-weighted exposure amount</b>			
4	Total risk exposure amount	20,601,319	17,700,941
<b>Capital ratios (% of risk-weighted exposure amount)</b>			
5	Common Equity Tier 1 ratio, %	13.0	13.3
6	Tier 1 ratio, %	14.2	14.7
7	Total capital ratio, %	16.1	16.7
<b>Additional own funds requirements to address risks other than the risk of excessive leverage (% of risk-weighted exposure amount)</b>			
EU 7a	Additional own funds requirements to address risks other than the risk of excessive leverage, %	1.2	1.3
EU 7b	- of which, to be made up of CET1 capital, %	0.7	0.7
EU 7c	- of which, to be made up of Tier 1 capital, %	0.9	0.9
EU 7d	Total SREP own funds requirements, %	9.2	9.3
<b>Combined buffer and overall capital requirement (% of risk-weighted exposure amount)</b>			
8	Capital conservation buffer, %	2.5	2.5
EU 8a	Conservation buffer due to macro-prudential or systemic risk identified at the level of a Member State, %	N/A	N/A
9	Institution specific countercyclical capital buffer, %	1.2	1.2
EU 9a	Systemic risk buffer, %	N/A	N/A
10	Global Systemically Important Institution buffer, %	N/A	N/A
EU 10a	Other Systemically Important Institution buffer, %	N/A	N/A
11	Combined buffer requirement, %	3.7	3.7
EU 11a	Overall capital requirements, %	12.9	12.9
12	CET1 available after meeting the total SREP own funds requirements, %	6.9	8.1
<b>Leverage ratio</b>			
13	Total exposure measure	30,447,061	26,262,931
14	Leverage ratio, %	9.6	9.9
<b>Additional own funds requirements to address risks of excessive leverage (% of leverage ratio total exposure amount)</b>			
EU 14a	Additional own funds requirements to address the risk of excessive leverage, %	N/A	N/A
EU 14b	- of which, to be made up of CET1 capital, %	N/A	N/A
EU 14c	Total SREP leverage ratio requirements, %	3.0	3.0
<b>Leverage ratio buffer and overall leverage ratio requirement (% of total exposure measure)</b>			
EU 14d	Total SREP leverage ratio requirements, %	N/A	N/A
EU 14e	Overall leverage ratio requirements, %	3.0	3.0
<b>Liquidity coverage ratio</b>			
15	Total high-quality liquid assets (Weighted value – average)	2,495,533	1,798,991
EU 16a	Cash outflows – Total weighted value	3,307,619	1,771,891
EU 16b	Cash inflows – Total weighted value	2,184,023	1,328,918
16	Total net cash outflows (adjusted value)	1,123,596	442,973
17	Liquidity coverage ratio, %	222	406
<b>Net stable funding ratio</b>			
18	Total available stable funding	21,045,436	17,626,638
19	Total required stable funding	18,340,719	16,206,901
20	Net stable funding ratio, %	115	109



# GEOGRAPHICAL PRESENCE



SHARE OF LOAN PORTFOLIO BY QUARTER

