Half-Year Financial Report

JANUARY - JUNE 2026

We go our own way

ÅLANDSBANKEN

In brief

January-June 2026

compared to January–June 2025

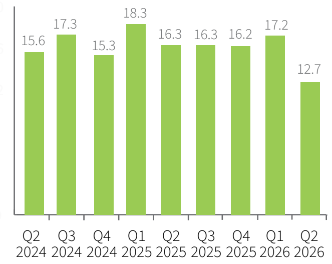
- Net operating profit decreased by 14 per cent and amounted to EUR 29.8 M (34.7).
- Core income in the form of net interest income, net commission income and IT income increased by 2 per cent to EUR 109.6 M (107.9).
- Other income decreased by 95 per cent to EUR 0.2 M (4.0).
- Total expenses increased by 5 per cent to EUR 80.2 M (76.5).
- Net impairment losses on financial assets (including recoveries) totalled net recoveries of EUR 0.3 M (net losses of 0.7), equivalent to a loan loss level of -0.01 per cent (0.04).
- Return on equity after taxes (ROE) decreased to 15.2 per cent (19.2).
- Earnings per share decreased by 17 per cent to EUR 1.54 (1.86).
- The common equity Tier 1 capital ratio increased to 12.8 per cent (12.7 on December 31, 2025).
- The semi-annual dividend totaled EUR 0.75 per share.
- Unchanged future outlook: The Bank of Åland expects its return on equity after taxes (ROE) to continue to exceed its long-term financial target of 15 per cent during 2026.

The second quarter of 2026

compared to the second quarter 2025

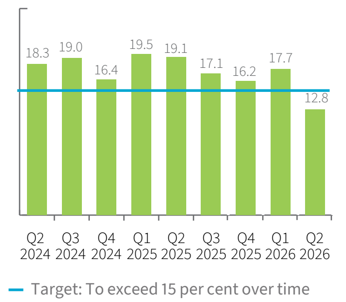
- Net operating profit decreased by 22 per cent and amounted to EUR 12.7 M (16.3).
- Core income in the form of net interest income, net commission income and IT income increased by 2 per cent to EUR 55.4 M (54.1).
- Other income decreased toEUR −2.5 M (1.8).
- Total expenses increased by 5 per cent to EUR 40.8 M (38.8).
- Net impairment losses on financial assets (including recoveries) totalled net recoveries EUR 0.6 M (net losses of 0.8), equivalent to a loan loss level of -0.06 per cent (0.08).
- Return on equity after taxes (ROE) decreased to 12.8 per cent (19.1).
- Earnings per share decreased by 31 per cent to EUR 0.63 (0.90).

Net operating profit by quarter
EUR M



Core income by quarter
EUR M

Return on equity after taxes (ROE)
Per cent



Solid development in the core business

“Our underlying business continues to develop in the right direction. Our three main segments, Private Banking, Premium Banking and IT, showed improved results for the half-year period with EUR 1.1 million compared with the corresponding period last year.

“During the quarter, we had net inflows of actively managed assets of EUR 141 million and actively managed assets reached a new record level of EUR 12.4 billion. Our IT company, Crosskey Banking Solutions, went into full operation in June with a comprehensive multi-bank solution for its new customers, the POP Bank Group in Finland.

“There was an unusually large negative impact on earnings under other income during the quarter, amounting to EUR -2.5 million (1.8), which was largely attributable to a weak quarter in terms of earnings at an associated company.

“For the first time, and in accordance with the authorisation granted at the Annual General Meeting in March, Bank of Åland has decided to pay a semi-annual dividend of EUR 0.75 per share on 28 July.

“Our expectations for the second half of the year continue to be high, despite the turbulent global situation, and we continue to conduct numerous business discussions with new and existing customers in all business areas."

Peter Wiklöf
Managing Director and Chief Executive

Peter Wiklöf, Managing Director and Chief Executive.

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• Interim Report for January–September October 23, 2026

Interim Reports and the Annual Report are published on the Bank's website: *www.alandsbanken.fi*
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Cover photo: Anton Sucksdorff

Financial overview

Group	Q2 2026	Q1 2026	%	Q2 2025	%	Jan-Jun 2026	Jan-Jun 2025	%
EUR M								
Income								
Net interest income	23.9	23.3	3	24.1	-1	47.2	47.9	-1
Net commission income	22.6	22.5	0	21.2	7	45.1	42.6	6
IT income	8.9	8.3	7	8.9	1	17.3	17.4	-1
Other income	-2.5	2.7		1.8		0.2	4.0	-95
Total income	**52.9**	**56.9**	**-7**	**55.9**	**-5**	**109.8**	**111.9**	**-2**
Staff costs	-25.9	-24.7	5	-24.8	5	-50.6	-48.1	5
Other expenses	-11.7	-11.4	3	-11.1	5	-23.0	-22.4	3
Depreciation/amortisation	-3.2	-3.3	-1	-3.0	8	-6.5	-6.0	9
Total expenses	**-40.8**	**-39.4**	**4**	**-38.8**	**5**	**-80.2**	**-76.5**	**5**
Profit before impairment losses	**12.1**	**17.5**	**-31**	**17.1**	**-29**	**29.6**	**35.4**	**-16**
Impairment losses on financial assets, net	0.6	-0.3		-0.8		0.3	-0.7	
Net operating profit	**12.7**	**17.2**	**-26**	**16.3**	**-22**	**29.8**	**34.7**	**-14**
Income taxes	-3.0	-3.1	-2	-2.4	26	-6.1	-6.1	0
Profit for the period	**9.6**	**14.1**	**-31**	**13.9**	**-31**	**23.7**	**28.6**	**-17**
Volumes								
Lending to the public	3,788	3,791	-0	3,594	5			
Deposits from the public	3,612	3,653	-1	3,578	1			
Actively managed assets	12,352	11,799	5	11,057	12			
Managed mortgage loans	3,701	3,621	2	3,335	11			
Equity capital	334	327	2	326	2			
Balance sheet total	5,130	5,167	-1	4,903	5			
Risk exposure amount	1,892	1,884	0	1,799	5			

Net interest income

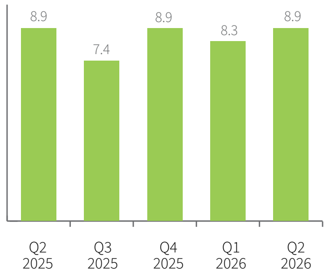
EUR M

Net commission income

EUR M

IT income

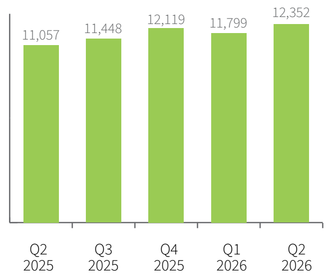
EUR M



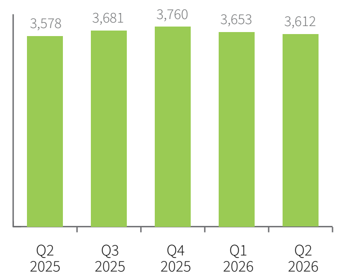
Group	Q2 2026	Q1 2026	%	Q2 2025	%	Jan-Jun 2026	Jan-Jun 2025	%
Profitability								
Return on equity after taxes, % (ROE)	12.8	17.7		19.1		15.2	19.2	
Capital strength								
Common equity Tier 1 capital ratio, %	12.8	12.9		12.8				
Common equity Tier 1 capital ratio, surplus compared to minimum requirement, %	3.8	3.8		3.7				
Leverage ratio, %	5.2	5.2		5.1				
Liquidity and funding								
Liquidity coverage ratio (LCR), %	155	151		145				
Net stable funding ratio (NSFR), %	118	116		116				
Lending/deposit ratio, %	105	104		100				
Credit quality								
Loan loss level, %	-0.06	0.04		0.08		-0.01	0.04	
Gross share of loans in Stage 3, %	1.41	1.76		1.71				
Employees								
Working hours re-calculated to full-time equivalent positions	1,038	1,005	3	1,024	1	1,021	1,014	1
Temperature index	7.9	7.8		7.6		7.9	7.6	
Leadership index	8.1	8.1		8.0		8.1	8.0	
Customers								
Customer Satisfaction Index (CSI), Finland	2	2		1		2	1	
Net Promoter Score (NPS)	55	55		53		55	53	
Data on Bank of Åland shares								
Earnings per share, EUR	0.63	0.91	-32	0.90	-31	1.54	1.86	-17
Earnings per share, EUR, moving 12-month average to end of report period	3.23	3.51	-8	3.56	-9			
Equity capital per share, EUR	19.64	19.17	2	19.30	2			

For definitions of financial ratios, see page 31, "Definitions".

Actively managed assets
EUR M

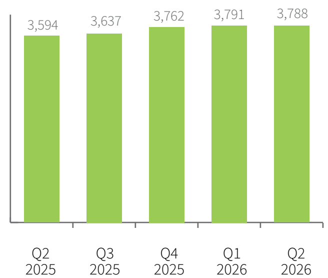


Deposits from the public
EUR M



Managed mortgage loans
EUR M

Lending to the public
EUR M



Comments

Macro situation
The global economy remains highly uncertain, primarily driven by war in the Middle East and its effect on energy prices.

In June, the European Central Bank raised interest rates by 0.25 percentage points to 2.25 per cent. It was the first increase in interest rates since 2023. The Swedish Central Bank however has left its interest rates unchanged at 1.75 per cent, the level it was lowered to in October 2025.

Benchmark interest rates, quarterly averages, per cent

	Q2 2026	Q1 2026	Q2 2025
Euribor 3 mo	2.24	2.05	2.11
Euribor 12 mo	2.78	2.34	2.10
Stibor 3 mo	2.05	2.01	2.28

During the first half of the year, stock prices on the Helsinki Stock Exchange (OMXHPI) increased by 11 per cent, while those of the Stockholm Stock Exchange decreased by 5 per cent.

The value of the Swedish krona (SEK) in relation to the euro (EUR) was on average 3 per cent higher compared with the corresponding quarter of the previous year. At the end of the quarter, the exchange rate was 2 per cent lower than at the end of 2025. When converting the income statement of the Bank's Swedish operations into euros, the average exchange rate for the period has been used, while the balance sheet has been converted at the exchange rate prevailing on the closing day of the reporting period.

Important events
The Ålandsbanken Global Aktie investment fund was one of 14 funds, of a total of 99 funds applying, awarded a prestigious fund agreement with the Swedish premium pension fund platform, following an extremely rigorous procurement process. The procurement involved an asset management volume of some SEK 200 billion.

The Bank of Åland issued 33,223 B shares to fulfil the Bank's commitments within the framework of the employee incentive programme and share savings programme.

At the Annual General Meeting on March 30, it was decided a dividend for financial year 2025 would be disbursed of EUR 2.75 per share. This corresponds to EUR 42.4 million. A further decision was made that from 2026 and onwards, a half-year dividend would be disbursed. The half-year dividend will be based on a maximum of 50 per cent of profits for the first six months of the financial year and be disbursed following publication of the half-year financial report. The remaining dividend will be disbursed following the General Annual Meeting.

At the Annual General Meeting, Anders Å. Karlsson was honoured for his 14 years of service on the Board of Directors for the Bank of Åland. Tony Karlström was elected as a new Board member. Board members Nils Lampi, Mirel Leino-Haltia, Malin Lombardi, Christoffer Taxell, Ulrika Valassi and Anders Wiklöf were re-elected. At the statutory meeting of the Board on the same day, Nils Lampi was elected as Chairman and Christoffer Taxell as Deputy Chairman of the Board.

Crosskey signed an agreement in April with Handelsbanken to take IT responsibility over from Samlink for Handelsbanken's remaining operations in Finland.

Crosskey went into full operation in June with a comprehensive multiple bank solution for its new customers, the POP Bank Group in Finland.

Together with our customers, we continue our engagement in a cleaner Baltic Sea. The Bank of Åland's Baltic Sea Project contributed EUR 600,000 to 11 different projects that promote the health of the Baltic Sea. Since 1997, the Bank has disbursed a little over EUR 6 million in funds to different environment-related projects.

The Bank of Åland's Board of Directors has decided to launch a new share-savings programme for all employees within the Group starting in September. The share-savings programme will offer employees the chance to save a portion of their monthly salaries to invest in the Bank of Åland's B shares. The programme is for two years. Three years after each offering, the Bank will distribute one matching share for each share acquired in the private placements to those who remain employed by the Group and continue to hold the issued shares. Those employees will be offered to sign up for B shares at a price under the average price for the month before the distribution of 10 per cent. The estimated savings for all employees within the Group over the two years are around EUR 3.5 million, which corresponds to 89,000 B shares based on the average price for May 2026, including a discount of 10 per cent. The number of matching shares is estimated at around 75,000 B shares. The estimated number of shares that employees can own within the frame of the share-savings programme's five years is around 164,000.

Earnings for January–June 2026
Net operating profit decreased by EUR 4.8 M or 14 per cent to EUR 29.8 M (34.7).

Profit for the period attributable to shareholders decreased by EUR 4.8 M or 17 per cent to EUR 23.7 M (28.5).

Return on equity after taxes (ROE) decreased to 15.2 (19.2) per cent.

Core income in the form of net interest income, net commission income and IT income increased by EUR 1.6 M or 2 per cent to EUR 109.6 M (107.9).

Net interest income fell by EUR 0.7 M or 1 per cent to EUR 47.2 M (47.9).

Net commission income rose by EUR 2.5 M or 6 per cent and amounted to EUR 45.1 M (42.6). Higher fund and management fees were the main reason.

Information Technology (IT) income fell by EUR 0.2 M or 1 per cent to EUR 17.3 M (17.4).

Other income, including net income on financial items, decreased by EUR 3.8 M or 95 per cent to EUR 0.2 M (4.0). The decrease was mainly driven by the combined effects of associated companies.

Total expenses increased by EUR 3.7 M or 5 per cent and amounted to EUR 80.2 M (76.5). The main reason was higher staff costs.

Net impairment losses on financial assets amounted to EUR 0.3 M (recovery of 0.7), equivalent to a loan loss level of -0.01 (0.04) per cent.

Tax expenses amounted to EUR 6.1 M (6.1), equivalent to an effective tax rate of 20.5 (17.6) per cent.

Earnings for the second quarter of 2026

Net operating profit decreased by EUR 3.6 M or 22 per cent to EUR 12.7 M (16.3).

Profit for the period attributable to shareholders decreased by EUR 4.3 M or 31 per cent to EUR 9.6 M (13.9).

Return on equity after taxes (ROE) decreased to 12.8 (19.1) per cent.

Core income in the form of net interest income, net commission income and IT income increased by EUR 1.3 M or 2 per cent to EUR 55.4 M (54.1).

Net interest income fell by EUR 0.2 M or 1 per cent to EUR 23.9 M (24.1). Lower market interest rates were the explanation.

Net commission income rose by EUR 1.4 M or 7 per cent, amounting to EUR 22.6 M (21.2). Higher volume of securities brokerage commissions were the main reason.

Higher management fees also contributed to the increase.

IT income remained unchanged at EUR 8.9 M (8.9).

Other income, including net income on financial items, decreased by EUR 4.3 M to EUR −2.5 M (1.8). Effects related to associated companies were the main reason.

Total expenses increased by EUR 2.0 M or 5 per cent, primarily due to higher staff costs, and amounted to EUR 40.8 M (38.8).

Net impairment losses on financial assets amounted to EUR 0.6 M (recovery of 0.8), equivalent to a loan loss level of -0.06 (0.08) per cent.

Tax expenses amounted to EUR 3.0 M (2.4), equivalent to an effective tax rate of 23.9 (14.7) per cent.

Operating segments

The Group's decrease of EUR 4.8 M in net operating profit to EUR 29.8 M was allocated as follows:

- **Private Banking EUR +0.8M**
  (higher income)
- **Premium Banking EUR −0.7 M**
  (lower income, higher expenses)
- **IT EUR +1.0 M**
  (higher Group internal income)
- **Corporate Units & Eliminations EUR −5.9 M**
  (lower income)

Business volumes

Actively managed assets on behalf of customers increased by EUR 232 M or 2 per cent compared to year-end 2025 and amounted to EUR 12,352 M (12,119). Positive net inflows were the reason for the increase.

Deposits from the public decreased by EUR 149 M or 4 per cent compared to year-end 2025 and amounted to EUR 3,612 M (3,760).

Lending to the public increased by EUR 26 M or 1 per cent compared to year-end 2025 and totalled EUR 3,788 M (3,762).

Managed mortgage loans increased by EUR 108 M or 3 per cent compared to year-end 2025 and totalled EUR 3,701 M (3,593).

Credit quality

Lending to private individuals comprised 71 per cent of the loan portfolio. Home mortgage loans accounted for 74 per cent of this. The corporate portfolio has a close affinity with the retail portfolio, since many of the companies are owned by customers who, as individuals, are also Private Banking customers.

The Bank of Åland had EUR 7.8 M in impairment loss provisions on June 30, 2026 (8.9), of which EUR 1.0 M (1.0) in Stage 1, EUR 0.7 M (0.9) in Stage 2 and EUR 6.1 M (7.0) in Stage 3.

Stage 3 loans as a share of gross lending to the public totalled 1.41 per cent (1.58). The level of provisions for Stage 3 loans amounted to 12 (12) per cent. Most of these loans have good collateral.

Liquidity and borrowing

In February, the Bank of Åland issued a new covered bond of EUR 300 million with a five-year maturity, with the largest order book in the Bank's history. In March, a EUR 250 million covered bond matured.

In June, the Bank of Åland conducted a private placement of a senior unsecured bond of SEK 500 million with a four-year maturity.

The Bank of Åland's liquidity reserve in the form of cash and deposits with central banks, account balances and investments with other banks and liquid interest-bearing securities amounted to EUR 1,016 M on June 30, 2026 (1,114 on December 31, 2025). This was equivalent to 22 (22) per cent of total assets and 27 (30) per cent of lending to the public. In addition to the liquidity reserve, there was EUR 200 M (200) consisting of holdings of unencumbered covered bonds issued by the Bank.

The loan/deposit ratio amounted to 105 (100) per cent.

Of the Bank of Åland's external funding sources aside from equity capital, deposits from the public accounted for 79 (82) per cent and covered bonds issued accounted for 13 (12) per cent.

The liquidity coverage ratio (LCR) amounted to 155 (153) per cent and the net stable funding ratio (NSFR) amounted to 118 (114) per cent, which exceeded regulatory requirements by a solid margin.

The average remaining maturity of the Bank of Åland's bonds outstanding was about 3.0 (0.9) years.

Rating

The rating agency Moody's has raised the Bank of Åland's long-term deposit rating from A3 to A2 and changed the outlook from positive to stable. The short-term deposit rating has also been raised from P-2 to P-1.

The improved ratings reflect the Bank's strong and diversified earnings, stable asset quality and robust capital buffers exceeding the regulatory requirements.

The Bank's long-term bonds continue with a Baa1 rating, now with a stable outlook, with the short-term bonds remaining at P-2. These ratings have been affected by the EU's legislation on Crisis Management and Deposit Insurance (CMDI) adopted in March 2026.

The Bank of Åland's covered bonds have a credit rating of Aaa.

Equity and capital adequacy

On June 30, 2026, equity capital amounted to EUR 334.2 M (386.4). Changes in equity capital during the reporting period:

- Profit for the period, EUR +23.7 M
- Other comprehensive income, EUR -3.8 M
- Repayment of additional Tier 1 capital, EUR -29.4 M
- Issuance of new shares, incentive programme, EUR +0.7 M
- Share savings programme, EUR +0.3 M
- Dividend of EUR -42.4 M distributed to shareholders
- Dividends of EUR -1.2 M distributed to holders of additional Tier 1 capital instruments.

Other comprehensive income was affected by a weaker Swedish krona on the balance sheet date and increased interest rates as well as re-measurements of the shareholdings, and totalled EUR -3.8 M 4.2 after taxes.

Common equity Tier 1 capital increased by EUR 3.9 M since the start of the year and totalled EUR 243.1 M.(239.2).

The risk exposure amount increased by EUR 4 M since the start of the year and totalled EUR 1,892 M (1,888). The credit risk exposure amount fell by EUR 15 M or 1 per cent. The operational risk exposure amount rose by EUR 20 M or 6 per cent due to the Bank's increased income. The creditworthiness adjustment risk exposure amount fell by EUR 1 M or 26 per cent.

The common equity Tier 1 (CET1) capital ratio increased to 12.8 (12.7) per cent. The Tier 1 (T1) capital ratio decreased to 14.5 (15.9) per cent. The total capital ratio decreased to 16.2 (17.6) per cent.

In addition to the basic capital requirement, various buffer requirements apply. These are mainly imposed by national regulatory authorities. The capital conservation buffer requirement, 2.5 per cent of common equity Tier 1 capital, applies in all European Union countries. The countercyclical capital buffer requirement may vary between 0-2.5 per cent. For Finnish exposures, the requirement remains 0.0 per cent. For Swedish exposures, the amount of the countercyclical buffer is 2.0 per cent. In Finland, a systemic risk buffer of 1.0 per cent applies to the Bank of Åland. The Bank's Pillar 2-related buffer requirement amounts to 1.0 per cent.

The minimum levels according to the Financial Supervisory Authority currently applicable to the Bank of Åland as of June 30, 2026 were:

•Common equity Tier 1 capital ratio	9.1 per cent
•Tier 1 capital ratio	10.8 per cent
•Total capital ratio	13.0 per cent

In relation to the above buffer requirements, the Bank of Åland has an ample capital surplus:

• Common equity Tier 1 capital ratio	+3.8 percentage points
• Tier 1 capital ratio	+3.8 percentage points
• Total capital ratio	+3.2 percentage points

The Bank of Åland is subject to an indicative additional capital requirement (Pillar 2 guidance, P2G) of 0.75 per cent. This indicative additional capital requirement is not included in minimum levels but is instead included as a subset in the Bank of Åland's capital surplus, where the Bank's long-term financial target is that its common equity Tier 1 capital ratio shall exceed FIN-FSA's minimum requirement by 1.75-3.0 percentage points.

Sustainability

The Bank of Åland has deep roots in the Åland community and takes responsibility for sustainable growth in its home market. In its role as a significant employer and through engagement in culture, sports and studies, the Bank contributes to a vital local community.

During the first quarter of the year, the Bank of Åland continued to strengthen awareness of responsible lending. Within responsible investments, efforts continued to develop and refine tools and processes to identify and measure the extent to which the activities of our portfolio companies are aligned with the Paris Agreement.

The total greenhouse gas emissions for business operations amounted to 1,864 tonnes Co_2e during the first half of the year, a decrease of 52 per cent compared to the same period of previous year. The decrease is found in the category of purchased goods and services, and is due primarily to the renovation and extension of the Head Office now being complete.

Aside from information on emissions from its own business operations, the Bank is also providing information about indirect downstream Scope 3 Category 15 emissions, which means carbon dioxide emissions from our customers' financial investments, our lending and our Treasury operations. As of June 30, 2026, emissions totalled 5,341,008 tonnes of carbon dioxide equivalent (CO_2e), which was an increase of 16 per cent compared to the same period of last year. According to the current method of calculation. Historical figures are recalculated.

Semi-annual dividend

The Board of Directors decided and was granted authorization at the 2026 Annual General Meeting to pay a semi-annual dividend of EUR 0.75 per share for the period January 1–June 30,

2026. The record date for the semi-annual dividend is Tuesday, July 21, 2026, and the payment date is Tuesday, July 28, 2026.

Important events after close of report period

There were no important events after close of report period.

Risks and uncertainties

The geopolitical situation remains extremely volatile.

The Bank of Åland's earnings are affected by external changes that the Company itself cannot control. Among other things, the Group's trend of earnings is affected by macroeconomic changes and by movements in general interest rates and bond yields, share prices and exchange rates, along with higher expenses due to regulatory decisions and directives as well as by the competitive situation.

The Group aims at achieving operations with reasonable and carefully considered risks. The Group is exposed to credit risk, liquidity risk, market risk, operational risk and business risk. The Bank does not engage in trading for its own account.

Unchanged future outlook

The Bank of Åland expects its return on equity after taxes (ROE) to continue to exceed its long-term financial target of 15 per cent during 2026.

The Bank is especially dependent on the performance of the fixed income and stock markets. There are concerns about economic developments in a number of important markets. For this reason, there is some uncertainty about the Bank's current forecast.

Mariehamn, July 17, 2026

THE BOARD OF DIRECTORS

This Interim Report is unaudited.

Summary income statement

Group	Note	Q2 2026	Q1 2026	%	Q2 2025	%	Jan-Jun 2026	Jan-Jun 2025	%
EUR M									
Net interest income	4	23.9	23.3	3	24.1	-1	47.2	47.9	-1
Net commission income	5	22.6	22.5	0	21.2	7	45.1	42.6	6
IT income		8.9	8.3	7	8.9	1	17.3	17.4	-1
Net income from financial items at fair value	6	-0.5	0.7		-3.1	-83	0.2	-1.2	
Other operating income		-2.0	2.1		4.9		0.1	5.2	-99
Total income		**52.9**	**56.9**	**-7**	**55.9**	**-5**	**109.8**	**111.9**	**-2**
Staff costs		-25.9	-24.7	5	-24.8	5	-50.6	-48.1	5
Other expenses		-11.7	-11.4	3	-11.1	5	-23.0	-22.4	3
Depreciation/amortisation		-3.2	-3.3	-1	-3.0	8	-6.5	-6.0	9
Total expenses		**-40.8**	**-39.4**	**4**	**-38.8**	**5**	**-80.2**	**-76.5**	**5**
Profit before impairment losses		**12.1**	**17.5**	**-31**	**17.1**	**-29**	**29.6**	**35.4**	**-16**
Impairment losses on financial assets, net	7	0.6	-0.3		-0.8		0.3	-0.7	
Net operating profit		**12.7**	**17.2**	**-26**	**16.3**	**-22**	**29.8**	**34.7**	**-14**
Income taxes		-3.0	-3.1	-2	-2.4	26	-6.1	-6.1	0
Profit for the period		**9.6**	**14.1**	**-31**	**13.9**	**-31**	**23.7**	**28.6**	**-17**
Attributable to:									
Non-controlling interests		0.0	-0.0		0.0	-95	0.0	0.0	-97
Shareholders in Bank of Åland Plc		**9.6**	**14.1**	**-31**	**13.9**	**-31**	**23.7**	**28.5**	**-17**
Earnings per share, EUR		0.63	0.91	-32	0.90	-31	1.54	1.86	-17
Earnings per share, EUR, moving 12-month average to end of report period		3.23	3.51	-8	3.56	-9			

Summary statement of other comprehensive income

Group	Q2 2026	Q1 2026	%	Q2 2025	%	Jan-Jun 2026	Jan-Jun 2025	%
EUR M								
Profit for the period	**9.6**	**14.1**	**-31**	**13.9**	**-31**	**23.7**	**28.6**	**-17**
Cash flow hedges	0.7	-0.3		0.4		0.5	0.2	
Debt instruments measured at fair value through other comprehensive income	1.5	-2.6		0.9	80	-1.1	1.1	
Translation differences	-1.9	-0.7		-1.4	29	-2.5	1.9	
Taxes on items that have been or may be reclassified to the income statement	-0.5	0.6		-0.2	88	0.1	-0.3	
of which cash flow hedges	*-0.1*	*0.1*		*-0.1*		*-0.1*	*-0.0*	
of which debt instruments measured at fair value through other comprehensive income	*-0.3*	*0.5*		*-0.2*	*80*	*0.2*	*-0.2*	
Items that have been or may be reclassified to the income statement	**-0.0**	**-3.0**	**-99**	**-0.5**	**-93**	**-3.0**	**3.0**	
Equity instruments measured at fair value through other comprehensive income	-3.1	-0.3		-1.0		-3.5	0.2	
Translation differences	0.5	1.5	-65	-0.9		2.1	0.9	
Re-measurements of defined benefit pension plans	-0.2	0.3		-0.4	-53	0.0	0.2	-79
Taxes on items that may not be reclassified to the income statement	0.6	-0.1		0.6	15	0.5	-0.1	
of which equity instruments measured at fair value through other comprehensive income	*0.6*	*0.1*		*0.2*		*0.7*	*-0.0*	
of which translation differences	*-0.1*	*-0.3*	*-65*	*0.2*		*-0.4*	*-0.2*	
of which re-measurements of defined-benefit pension plans	*0.0*	*-0.1*		*0.1*	*-53*	*-0.0*	*-0.0*	*-79*
of which taxes on dividends to holders of T1 capital instruments	*0.1*	*0.2*	*-46*	*0.1*	*4*	*0.3*	*0.2*	*48*
Items that may not be reclassified to the income statement	**-2.1**	**1.3**		**-1.8**	**17**	**-0.8**	**1.2**	
Other comprehensive income for the period	**-2.2**	**-1.7**	**31**	**-2.3**	**-6**	**-3.8**	**4.2**	
Total comprehensive income for the period	**7.5**	**12.4**	**-40**	**11.6**	**-36**	**19.9**	**32.7**	**-39**
Attributable to:								
Non-controlling interests	0.0	-0.0		0.0	-95	0.0	0.0	-97
Shareholders in Bank of Åland Plc	7.5	12.4	-40	11.6	-36	19.9	32.7	-39

Income statement by quarter

Group	Q2 2026	Q1 2026	Q4 2025	Q3 2025	Q2 2025
EUR M					
Net interest income	23.9	23.3	23.7	23.6	24.1
Net commission income	22.6	22.5	23.0	20.1	21.2
IT income	8.9	8.3	8.9	7.4	8.9
Net income from financial items at fair value	-0.5	0.7	0.3	0.4	-3.1
Other operating income	-2.0	2.1	0.5	0.5	4.9
Total income	**52.9**	**56.9**	**56.4**	**52.0**	**55.9**
Staff costs	-25.9	-24.7	-25.1	-22.5	-24.8
Other expenses	-11.7	-11.4	-11.2	-10.3	-11.1
Depreciation/amortisation	-3.2	-3.3	-3.1	-3.0	-3.0
Total expenses	**-40.8**	**-39.4**	**-39.4**	**-35.8**	**-38.8**
Profit before impairment losses	**12.1**	**17.5**	**17.0**	**16.2**	**17.1**
Impairment losses on financial assets, net	0.6	-0.3	-0.8	0.1	-0.8
Net operating profit	**12.7**	**17.2**	**16.2**	**16.3**	**16.3**
Income taxes	-3.0	-3.1	-3.3	-3.3	-2.4
Profit for the period	**9.6**	**14.1**	**12.9**	**13.1**	**13.9**
Attributable to:					
Non-controlling interests	0.0	-0.0	-0.0	0.0	0.0
Shareholders in Bank of Åland Plc	9.6	14.1	12.9	13.1	13.9

Summary balance sheet

Group	Note	Jun 30, 2026	Dec 31, 2025	%	Jun 30, 2025	%
EUR M						
Assets						
Cash and balances with central banks		174	215	-19	240	-27
Debt securities		785	882	-11	799	-2
Lending to credit institutions		119	67	79	30	
Lending to the public	8, 9	3,788	3,762	1	3,594	5
Shares and participations		36	39	-8	39	-7
Participations in associated companies		28	29	-4	28	-1
Derivative instruments	11	22	26	-13	31	-27
Intangible assets		24	24	2	22	12
Tangible assets		46	48	-4	44	5
Investment properties		0	0	-16	0	-18
Current tax assets		6	5	25	3	
Deferred tax assets		9	7	18	8	13
Other assets		53	31	68	33	57
Accrued income and prepayments		40	39	3	34	20
Total assets		**5,130**	**5,173**	**-1**	**4,903**	**5**

	Note	Jun 30, 2026	Dec 31, 2025	%	Jun 30, 2025	%
Liabilities						
Liabilities to credit institutions		141	154	-9	75	87
Deposits from the public		3,612	3,760	-4	3,578	1
Debt securities issued	10	843	691	22	741	14
Derivative instruments	11	12	7	67	7	79
Current tax liabilities		0	0	-20		
Deferred tax liabilities		34	33	0	31	8
Other liabilities		67	53	26	58	16
Provisions		1	1	-3	2	-64
Accrued expenses and prepaid income		55	54	3	55	1
Subordinated liabilities		31	32	-2	31	0
Total liabilities		**4,796**	**4,787**	**0**	**4,577**	**5**
Equity capital and non-controlling interests						
Share capital		42	42		42	
Share premium account		33	33		33	
Reserve fund		25	25		25	
Fair value reserve		-20	-16	25	-18	12
Unrestricted equity capital fund		33	33	2	33	2
Retained earnings		190	209	-9	183	4
Shareholders' portion of equity capital		**303**	**325**	**-7**	**297**	**2**
Non-controlling interests´ portion of equity capital		0	0	0	0	-5
Additional Tier 1 capital holders		32	61	-48	29	7
Total equity capital		**334**	**386**	**-14**	**326**	**2**
Total liabilities and equity capital		**5,130**	**5,173**	**-1**	**4,903**	**5**

Statement of changes in equity capital

Group

EUR M	Share capital	Share premium account	Reserve fund	Hedge accounting	Fair value reserve	Translation difference	Unrestricted equity capital fund	Retained earnings	Shareholders' portion of equity capital	Non-controlling interests' portion of equity capital	Additional Tier 1 capital holders	Total
Equity capital, Dec 31, 2024	**42.0**	**32.7**	**25.1**	**0.8**	**-9.4**	**-13.5**	**32.1**	**196.6**	**306.5**	**0.0**	**29.4**	**336.0**
Profit for the period								28.5	28.5	0.0		28.6
Other comprehensive income				0.2	1.0	2.6		0.3	4.2			4.2
Transactions with owners												
Tier 1 capital instrument dividends								-0.8	-0.8			-0.8
Dividends paid								-42.3	-42.3			-42.3
Incentive programme							0.4		0.4			0.4
Share savings programme								0.3	0.3			0.3
Equity capital, Jun 30, 2025	**42.0**	**32.7**	**25.1**	**1.0**	**-8.4**	**-10.8**	**32.5**	**182.6**	**296.8**	**0.0**	**29.4**	**326.2**
Profit for the period								26.0	26.0	-0.0		26.0
Other comprehensive income				-1.0	-0.1	3.1		1.2	3.2			3.2
Transactions with owners												
Issuance of Additional Tier 1 capital											31.6	31.6
Tier 1 capital instrument dividends								-0.8	-0.8			-0.8
Share savings programme								0.3	0.3			0.3
Equity capital, Dec 31, 2025	**42.0**	**32.7**	**25.1**	**-0.1**	**-8.4**	**-7.8**	**32.5**	**209.2**	**325.4**	**0.0**	**61.0**	**386.4**
Profit for the period								23.7	23.7	0.0		23.7
Other comprehensive income				0.4	-3.6	-0.9		0.3	-3.8			-3.8
Transactions with owners												
Repayment of Additional Tier 1 capital											-29.4	-29.4
Tier 1 capital instrument dividends								-1.2	-1.2			-1.2
Dividends paid								-42.4	-42.4			-42.4
Incentive programme							0.7		0.7			0.7
Share savings programme								0.3	0.3			0.3
Equity capital, Jun 30, 2026	**42.0**	**32.7**	**25.1**	**0.3**	**-12.1**	**-8.7**	**33.2**	**189.9**	**302.6**	**0.0**	**31.6**	**334.2**

Summary cash flow statement

Group	Jan-Jun 2026	Jan-Dec 2025	Jan-Jun 2025
EUR M			
Operating activities			
Net operating profit	29.8	67.2	34.7
Adjustment for net operating profit items not affecting cash flow	9.1	18.2	11.5
Income taxes paid	-7.8	-14.9	-6.6
Changes in assets and liabilities from operating activities	50.1	-73.8	-21.1
Cash flow from operating activities	**81.2**	**-3.3**	**18.5**
Investing activities			
Changes in shares	-0.1	-17.7	-17.7
Changes in tangible assets	-1.2	-4.2	-2.2
Changes in intangible assets	-2.4	-5.3	-1.7
Cash flow from investing activities	**-3.7**	**-27.2**	**-21.6**
Funding activities			
Share issue	0.7	0.4	0.4
Issuance of additional Tier 1 capital		31.6	
Repayment of other Tier 1 capital	-29.4		
Payment of principal on lease liability	-2.9	-5.4	-2.7
Tier 1 capital instrument dividends	-1.2	-1.7	-0.8
Dividends paid	-42.4	-42.3	-42.3
Cash flow from financing activities	**-75.2**	**-17.4**	**-45.4**
Cash and cash equivalents at beginning of period	244.3	285.7	285.7
Cash flow during the period	2.2	-47.9	-48.5
Exchange rate differences in cash and cash equivalents	-3.2	6.5	3.1
Cash and cash equivalents at end of period	**243.4**	**244.3**	**240.3**
Cash and cash equivalents consisted of the following items:			
Cash and deposits with central banks	140.8	180.8	209.0
Lending to credit institutions that is repayable on demand	102.6	63.6	31.3
Total cash and cash equivalents	**243.4**	**244.3**	**240.3**

Notes to the financial statements

1. Corporate information

The Bank of Åland is a Finnish public limited liability company with its Head Office in Mariehamn. The Bank was founded in 1919 and has been listed on the Nasdaq Helsinki Oy (Helsinki Stock Exchange) since 1942. The shares of the Bank of Åland Plc are traded on the Nasdaq Helsinki Oy (Helsinki Stock Exchange).

The Bank of Åland is a commercial bank with strong customer relationships and personalised service.

The Bank has extensive financial investment expertise and at the same time can offer good financing services. The Bank has a total of 11 offices: two offices in the Åland Islands, six offices elsewhere in Finland and three offices in Sweden.

Through its subsidiary Crosskey Banking Solutions Ab Ltd, the Bank of Åland Group is a supplier of modern banking computer systems for small and medium-sized banks.

The Group also includes the asset management company Ålandsbanken Fondbolag Ab and its wholly owned subsidiaries.

The Head Office of the Parent Company has the following registered address:
Bank of Åland Plc, Nygatan 2, AX-22100 Mariehamn, Åland, Finland

This Half-Year Financial Report for the accounting period January 1–June 30, 2026 was approved by the Board of Directors on July 17, 2026.

2. Basis for preparation of the Half-Year Financial Report and essential accounting principles

Basis for preparation Half-Year Financial Report

This Half-Year Financial Report for the period January 1–June 30, 2026 has been prepared in compliance with the International Financial Reporting Standards (IFRSs) and International Accounting Standard 34 (IAS 34), “Interim financial reporting”, which have been adopted by the European Union. The Half-Year Financial Report does not contain all information and all notes required in annual financial statements and should be read together with the consolidated financial statements for the year ending December 31, 2025.

Tables and comparative numbers show correct rounded-off figures on each line, but this does not mean that rounded-off figures add up to the correct total. In cases where rounded-off figures add up to zero, they are shown as “0” in the tables, while a lack of figures is shown as an empty space.

Essential accounting principles

The essential accounting principles used in preparing the Half-Year Financial Report are the same as those used in preparing the financial statements for the year ending December 31, 2025.

Changes in accounting principles

Changes in accounting principles that came into effect on January 1, 2026 have not had a significant impact on the Group’s financial position, earnings, cash flows or disclosures.

Published accounting standards not yet applied

The International Accounting Standards Board (IASB) has published IFRS 18, “Presentation and disclosures in financial reports”, which has not yet been applied by the Bank of Åland. The standard, which replaces IAS 1, will be applied starting on January 1, 2027 and primarily introduces new requirements for the structure of the income statement as well as disclosures concerning certain performance measures. The impact on the Group’s financial reports is currently being evaluated. The new requirements on presentations and reporting are not expected to have any significant impact on the Bank.

Estimates and judgements

Preparation of this Interim Report in compliance with IFRSs requires the Company’s Executive Team to make assessments, estimates and assumptions that affect the application of accounting principles and the recognised amounts of assets and liabilities, income and expenses as well as disclosures about commitments. Although these estimates are based on the best knowledge of the Executive Team on current events and measures, the actual outcome may diverge from the estimates.

The substantial accounting assessments that have been made when applying the Group’s accounting principles are primarily related to the application of the impairment model in compliance with IFRS 9 and accounting of financial instruments. The Bank of Åland employs expert adjustments to account for circumstances that are not fully captured by the risk models, and these can be made at both the exposure and portfolio levels.

As for the recognition of leases in compliance with IFRS 16, estimates have been made in establishing the leasing period and the choice of discount rate.

3. Segment report

The Bank of Åland Group reports operating segments in compliance with IFRS 8, which means that operating segments reflect the information that the Group's Executive Team receives.

"Private Banking" encompasses Private Banking operations in Åland, on the Finnish mainland and in Sweden as well as Asset Management (Ålandsbanken Fondbolag Ab and its wholly owned subsidiaries). "Premium Banking" encompasses operations in all customer segments excluding private banking in Åland, on the Finnish mainland, in Sweden and Asset Management. "IT" encompasses the subsidiary Crosskey Banking Solutions Ab Ltd, S-Crosskey Ab and P-Crosskey Ab. "Corporate and Other" encompasses all central corporate units in the Group including Treasury and external partner collaboration.

Group	Jan-Jun 2026					
EUR M	Private Banking	Premium Banking	IT	Corporate and Other	Eliminations	Total
Earnings						
Net interest income	19.0	25.5	-0.0	2.8	-0.0	47.2
Net commission income	32.6	8.6	-0.0	3.7	0.2	45.1
IT income			29.0	0.9	-12.6	17.3
Net income from financial items at fair value	-0.0	-0.0	-0.0	0.1	0.1	0.2
Other income	0.0	0.0	0.3	0.5	-0.8	0.1
Total income	**51.6**	**34.1**	**29.2**	**8.1**	**-13.1**	**109.8**
Staff costs	-12.0	-4.4	-18.0	-16.3	0.0	-50.6
Other expenses	-5.9	-2.6	-10.2	-14.2	9.8	-23.0
Depreciation/amortisation	-0.2	-0.1	-2.1	-5.8	1.7	-6.5
Internal allocation of expenses	-14.3	-15.9		30.2		-0.0
Total expenses	**-32.4**	**-23.0**	**-30.2**	**-6.1**	**11.5**	**-80.2**
Profit before impairment losses	**19.2**	**11.2**	**-1.1**	**1.9**	**-1.6**	**29.6**
Impairment losses on financial assets, net	0.1	0.2		-0.0	-0.0	0.3
Net operating profit	**19.2**	**11.3**	**-1.1**	**1.9**	**-1.6**	**29.8**
Income taxes	-4.0	-2.3	0.2	-0.0		-6.1
Profit for the period attributable to shareholders in Bank of Åland Plc	**15.3**	**9.0**	**-0.8**	**1.9**	**-1.6**	**23.7**

	Jan-Jun 2026					
	Private Banking	Premium Banking	IT	Corporate and Other	Eliminations	Total
Business volumes						
Lending to the public	1,633	2,159		-2	-3	3,788
Deposits from the public	1,549	2,056		21	-14	3,612
Actively managed assets	11,425	926				12,352
Managed mortgage loans				3,701		3,701
Risk exposure amount	759	669	75	390		1,892
Equity capital	103	109	30	92		334
Financial ratios						
Return on equity after taxes, % (ROE)	33.3	19.5	-6.4	3.8		15.2
Expense/income ratio	0.63	0.67	1.04	0.76		0.73

Group	Jan-Jun 2025					
EUR M	Private Banking	Premium Banking	IT	Corporate and Other	Eliminations	Total
Earnings						
Net interest income	19.0	25.8	-0.0	3.1	-0.0	47.9
Net commission income	30.2	8.5	-0.0	3.7	0.2	42.6
IT income			27.4	1.1	-11.0	17.4
Net income from financial items at fair value	0.0	-0.0	-0.1	-1.0	-0.0	-1.2
Other income	0.0	0.0	0.3	5.6	-0.7	5.2
Total income	**49.2**	**34.3**	**27.5**	**12.4**	**-11.6**	**111.9**
Staff costs	-11.3	-4.2	-16.9	-15.7	-0.0	-48.1
Other expenses	-5.4	-2.2	-10.6	-13.5	9.3	-22.4
Depreciation/amortisation	-0.2	-0.1	-2.0	-4.8	1.1	-6.0
Internal allocation of expenses	-14.0	-14.5		28.5		0.0
Total expenses	**-30.9**	**-21.0**	**-29.5**	**-5.6**	**10.4**	**-76.5**
Profit before impairment losses	**18.3**	**13.4**	**-2.1**	**6.9**	**-1.1**	**35.4**
Impairment losses on financial assets, net	0.2	-1.3		0.4	0.0	-0.7
Net operating profit	**18.5**	**12.1**	**-2.1**	**7.3**	**-1.1**	**34.7**
Income taxes	-3.8	-2.5	0.4	-0.2		-6.1
Profit for the period attributable to shareholders in Bank of Åland Plc	**14.7**	**9.6**	**-1.7**	**7.1**	**-1.1**	**28.5**

	Jan-Jun 2025					
	Private Banking	Premium Banking	IT	Corporate and Other	Eliminations	Total
Business volumes						
Lending to the public	1,587	2,012		-1	-3	3,594
Deposits from the public	1,556	2,018		18	-15	3,578
Actively managed assets	10,264	793				11,057
Managed mortgage loans				3,335		3,335
Risk exposure amount	724	631	75	370		1,799
Equity capital	101	102	29	94		326
Financial ratios						
Return on equity after taxes, % (ROE)	31.0	21.8	-12.6	15.9		19.2
Expense/income ratio	0.63	0.61	1.07	0.45		0.68

4. Net interest income

Group	Q2 2026	Q1 2026	%	Q2 2025	%	Jan-Jun 2026	Jan-Jun 2025	%
EUR M								
Total interest income	**38.5**	**36.9**	**4**	**39.6**	**-3**	**75.4**	**80.7**	**-7**
of which interest income according to the effective interest method	*38.1*	*36.7*	*4*	*39.5*	*-4*	*74.8*	*80.4*	*-7*
Total interest expenses	**14.6**	**13.6**	**7**	**15.5**	**-6**	**28.3**	**32.8**	**-14**
of which interest expenses according to the effective interest method	*14.5*	*13.6*	*7*	*15.4*	*-6*	*28.1*	*32.7*	*-14*
Net interest income	**23.9**	**23.3**	**3**	**24.1**	**-1**	**47.2**	**47.9**	**-1**
Interest margin, %	1.90	1.83		1.95		1.85	1.99	
Investment margin, %	1.88	1.80		1.93		1.83	1.95	

5. Net commission income

Group	Q2 2026	Q1 2026	%	Q2 2025	%	Jan-Jun 2026	Jan-Jun 2025	%
EUR M								
Banking commissions	2.9	2.5	17	2.9	-1	5.4	6.0	-10
Asset management commissions	18.3	18.5	-1	16.8	9	36.8	33.8	9
Other commissions	1.4	1.5	-8	1.5	-4	2.9	2.9	2
Net commission income	**22.6**	**22.5**	**0**	**21.2**	**7**	**45.1**	**42.6**	**6**

6. Net income from financial items at fair value

Group	Q2 2026	Q1 2026	%	Q2 2025	%	Jan-Jun 2026	Jan-Jun 2025	%
EUR M								
Measurement category fair value via the income statement ("profit and loss")								
Shares	0.0	0.0		-0.0		0.0	-0.0	
Derivatives	-0.1	-0.0		0.0		-0.1	-0.0	
Other financial items				-3.9	-100		-2.2	-100
Total, measurement category fair value via the income statement ("profit and loss")	**-0.1**	**-0.0**		**-3.8**	**-98**	**-0.1**	**-2.2**	**-97**
Valuation category fair value via other comprehensive income								
Realised changes in value	0.1	0.1	-31	0.8	-90	0.2	1.0	-81
Expected loan losses	0.0	0.0		0.0	-34	0.0	0.0	-76
Total, measurement category fair value via other comprehensive income	**0.1**	**0.1**	**-26**	**0.8**	**-89**	**0.2**	**1.1**	**-81**
Hedge accounting								
of which hedging instruments	*0.4*	*-5.3*		*-0.4*		*-4.9*	*-1.3*	
of which hedged item	*-0.7*	*6.2*		*0.5*		*5.5*	*1.7*	
Hedge accounting	**-0.3**	**1.0**		**0.2**		**0.7**	**0.4**	**56**
Measurement category accrued cost								
Loans	-0.0	0.0		0.0		0.0	-0.0	
Debt securities	0.0			-0.0		0.0	-0.0	
Total, measurement category accrued cost	**-0.0**	**0.0**		**0.0**		**0.0**	**-0.0**	
Foreign currency revaluation	**-0.2**	**-0.4**	**-42**	**-0.2**	**5**	**-0.7**	**-0.5**	**42**
Total	**-0.5**	**0.7**		**-3.1**	**-83**	**0.2**	**-1.2**	

7. Net impairment losses on financial assets

Group	Q2 2026	Q1 2026	%	Q2 2025	%	Jan-Jun 2026	Jan-Jun 2025	%
EUR M								
Impairment losses, Stage 1	0.1	-0.1		0.2	-50	0.0	0.4	-93
Impairment losses, Stage 2	-0.0	-0.3	-90	-0.1	-71	-0.3	-0.3	15
Net impairment losses, Stages 1-2	**0.1**	**-0.3**		**0.1**	**-23**	**-0.3**	**0.1**	
Impairment losses, Stage 3								
New and increased individual provisions	1.1	1.1	-1	3.2	-65	2.2	4.4	-50
Recovered from previous provisions	-1.7	-0.4		-2.5	-31	-2.1	-3.8	-44
Utilised for actual loan losses	-0.6	-0.3		-4.6	-87	-0.9	-4.6	-81
Actual loan losses	0.7	0.3		4.7	-84	1.1	4.8	-78
Recoveries of actual loan losses	-0.1	-0.1	97	-0.1		-0.2	-0.1	97
Net impairment losses, Stage 3	**-0.6**	**0.7**		**0.7**		**0.0**	**0.6**	**-96**
Total impairment losses	**-0.6**	**0.3**		**0.8**		**-0.3**	**0.7**	
of which lending to the public	*-0.6*	*0.4*		*0.7*		*-0.3*	*0.7*	
of which off-balance sheet commitments	*0.0*	*-0.0*		*0.0*	*-46*	*-0.0*	*0.1*	
of which debt securities at amortised cost	*0.0*	*0.0*		*0.0*		*0.0*	*-0.0*	
Loan loss level, %	-0.06	0.04		0.08		-0.01	0.04	

8. Lending to the public by purpose

Group	Jun 30, 2026			Dec 31, 2025	%	Jun 30, 2025	%
EUR M	Lending before provisions	Provisions	Lending after provisions	Lending after provisions		Lending after provisions	
Private individuals							
Home loans	1,998	-1	1,998	1,979	1	1,944	3
Securities and other investments	315	-0	315	312	1	311	1
Other household purposes	338	-2	335	348	-4	327	2
Business operations	57	-1	56	58	-3	51	9
Total, private individuals	**2,708**	**-4**	**2,704**	**2,697**	**0**	**2,634**	**3**
Companies							
Housing operations	284	-0	284	288	-1	278	2
Financial and insurance operations	241	-0	241	253	-5	232	4
Housing association	177	-1	176	173	2	150	18
Construction	63	-0	63	38	68	27	
Activities in the area of law, economics, science and technology	63	-0	63	60	4	53	18
Trade	44	-1	43	35	24	34	26
Manufacturing	35	-0	35	38	-7	41	-14
Transport	34	-0	34	36	-7	17	
Accommodation and food service activities	32	-0	32	33	-3	30	7
Other service activities	86	-1	85	84	2	59	44
Total, companies	**1,061**	**-3**	**1,057**	**1,038**	**2**	**923**	**15**
Public sector and non-profit organisations	27	-0	26	27	-1	38	-30
Total, public sector and non-profit organisations	**27**	**-0**	**26**	**27**	**-1**	**38**	**-30**
Total	**3,795**	**-8**	**3,788**	**3,762**	**1**	**3,594**	**5**

The comparative period June 30, 2025 has been recalculated in accordance with the new industry classification standard.

9. Lending to the public by stage

Group	Jan 1, 2026 - Jun 30, 2026				Jan 1, 2025 - Jun 30, 2025
	Stage 1	Stage 2	Stage 3	Total	Total
EUR M					
Carrying amount, gross					
Opening balance, January 1	3,480.9	230.0	59.7	3,770.7	3,588.1
Closing balance, June 30	3,553.8	188.3	53.3	3,795.5	3,603.0
Provisions for expected losses					
Opening balance, January 1	1.0	0.9	7.0	8.9	12.5
Increases due to issuances and acquisitions	0.1	0.0	0.0	0.1	1.0
Decrease due to write-offs	-0.1	-0.1	-1.3	-1.5	-4.8
Transfer to Stage 1	0.3	-0.3	-0.0	0.0	0,0
Transfer to Stage 2	-0.1	0.3	-0.1	0,0	0,0
Transfer to Stage 3	-0.0	-0.1	0.1	0,0	0,0
Net changes due to changed credit risk	-0.1	-0.1	1.8	1.6	0.6
Net changes due to changed estimation method	-0.0	-0.0	-1.3	-1.4	-0.8
Exchange rate differences and other adjustments	-0.0	-0.0	0.0	-0.0	0.0
Closing balance, June 30	**1.0**	**0.7**	**6.1**	**7.8**	**8.5**
Carrying amount, net					
Opening balance, January 1	3,479.9	229.1	52.7	3,761.8	3,575.6
Closing balance, June 30	3,552.8	187.7	47.2	3,787.6	3,594.4

Financial ratios	Jun 30, 2026	Dec 31, 2025	Jun 30, 2025
Total provision ratio, lending to the public, %	0.21	0.24	0.24
Provision ratio, Stage 1, lending to the public, %	0.03	0.03	0.03
Provision ratio, Stage 2, lending to the public, %	0.35	0.40	0.51
Provision ratio, Stage 3, lending to the public, %	11.51	11.75	10.61
Share of lending to the public in Stage 3, %	1.41	1.58	1.71

10. Debt securities issued

Group	Jun 30, 2026	Dec 31, 2025	%	Jun 30, 2025	%
EUR M					
Certificates of deposit	202	140	45	185	9
Covered bonds	596	552	8	556	7
Senior unsecured bonds	45				
Total	**843**	**691**	**22**	**741**	**14**

11. Derivative instruments

Group	Jun 30, 2026						Dec 31, 2025		
EUR M	Nominal amount/maturity								
	Under 1 yr	1–5 yrs	over 5 yrs	Nominal amount	Positive market values	Negative market values	Nominal amount	Positive market values	Negative market values
Derivatives for trading									
Interest-related contracts									
Interest rate swaps		100	15	115	1	0	6	0	0
Currency-related contracts									
Currency forward contracts	513			513	8	8	610	5	5
Total	**513**	**100**	**15**	**628**	**8**	**8**	**616**	**5**	**5**
Derivatives for fair value hedge									
Interest-related contracts									
Interest rate swaps	48	715	51	814	9	4	790	13	2
Total	**48**	**715**	**51**	**814**	**9**	**4**	**790**	**13**	**2**
Derivatives for cash flow hedge									
Interest-related contracts									
Interest rate swaps	390	100		490	5		642	7	0
Total	**390**	**100**	**0**	**490**	**5**	**0**	**642**	**7**	**0**
Total derivative instruments	**951**	**915**	**66**	**1,932**	**22**	**12**	**2,048**	**26**	**7**
of which cleared	*438*	*915*	*63*	*1,416*	*14*	*4*	*1,435*	*20*	*2*

12. Financial instruments measured at fair value

Group	Jun 30, 2026			
EUR M	Instruments with quoted prices (Level 1)	Measurement techniques based on observable market data (Level 2)	Measurement techniques based on non-observable market data (Level 3)	Total
Debt securities	538			538
Lending to the public		150		150
Shares and participations	1		35	36
Derivative instruments		22		22
Other assets			4	4
Total financial assets	**539**	**172**	**39**	**750**
Debt securities issued		596		596
Derivative instruments		12		12
Total financial liabilities	**0**	**607**	**0**	**607**

	Dec 31, 2025			
EUR M	Instruments with quoted prices (Level 1)	Measurement techniques based on observable market data (Level 2)	Measurement techniques based on non-observable market data (Level 3)	Total
Debt securities	580			580
Lending to the public		148		148
Shares and participations	1		39	39
Derivative instruments		26		26
Other assets			2	2
Total financial assets	**581**	**174**	**41**	**796**
Debt securities issued		552		552
Derivative instruments		7		7
Total financial liabilities	**0**	**559**	**0**	**559**

Changes in Level 3 holdings	Jan-Jun 2026	Jan-Dec 2025
EUR M	Shares and participations	Shares and participations
Carrying amount on January 1	38.6	35.4
New purchases/reclassifications	0.1	2.0
Change in value recognised in "Other comprehensive income"	-3.5	1.1
Carrying amount at end of period	**35.2**	**38.6**

Financial instruments for which there is price information that is easily available and that represent actual and frequently occurring transactions are measured at current market price. For financial assets, the current purchase price is used. For financial liabilities, the current sale price is used. The current market price of groups of financial instruments that are managed on the basis of the Bank's net exposure to market risk equals the current market price that would be received or paid if the net position were divested.

In the case of financial assets for which reliable market price information is not available, fair value is determined with the help of measurement models. Such models may, for example, be based on price comparisons, present value estimates or option valuation theory, depending on the nature of the instrument. The models use incoming data in the form of market prices and other variables that are deemed to influence pricing. The models and incoming data on which the measurements are based are validated regularly to ensure that they are consistent with market practices and generally accepted financial theory.

The measurement hierarchy

Financial instruments that are measured according to quoted prices in an active market for identical assets/liabilities are categorised as Level 1. Financial instruments that are measured using measurement models that are, in all essential respects, based on market data are categorised as Level 2. Financial instruments that are measured with the help of models based on incoming data that cannot be verified with external market information are categorised in Level 3. These holdings essentially consist of unlisted shares related to strategic shareholdings. In order to estimate the non-observable price, different methods are used depending on the type of data available. The primary method is based on the Bank's portion of the net asset value of the company, or based on completed transactions, for example in the form of new share issues, or prices of similar listed shares. If liquid price quotations are not available for shares at this level, the valuation is determined using significant input from the Bank of Åland's own internal assumptions. Unlisted shares are valued at fair value in "Other comprehensive income".

In the tables on this page, financial instruments measured at fair value have been classified with regard to how they have been measured and the degree of market data used in this measurement on closing day. If the classification on closing day has changed, compared to the classification at the end of the previous year, the instrument has been moved between the levels in the table. During the period, no instruments were moved between Levels 1 and 2. Changes in Level 3 are presented in a separate table above.

13. Off-balance sheet commitments

Group	Jun 30, 2026	Dec 31, 2025	%	Jun 30, 2025	%
EUR M					
Guarantees	26	25	4	17	52
Unutilised overdraft limits	317	327	-3	348	-9
Unutilised credit card limits	81	89	-9	89	-9
Lines of credit	164	119	38	93	77
Other commitments	1	3	-53	2	-45
Total	**589**	**562**	**5**	**549**	**7**
Provision for off-balance sheet commitments	0	0	-4	0	28

14. Assets pledged

Group	Jun 30, 2026	Dec 31, 2025	%	Jun 30, 2025	%
EUR M					
Lending to credit institutions	10	3		5	90
Debt securities	38	41	-7	32	19
Loan receivables constituting collateral (cover pool) for covered bonds	1,030	1,000	3	1,000	3
Other assets pledged	4	5	-4	4	8
Total	**1,083**	**1,049**	**3**	**1,042**	**4**

During the report period, no major changes took place regarding the quantity of financial assets and liabilities that were subject to offsetting, netting agreements or the like. Information about this type of agreements is included in the Annual Report of the Bank of Åland, Note G46.

15. Capital adequacy

Group	Jun 30, 2026	Dec 31, 2025	%	Jun 30, 2025	%
EUR M					
Equity capital	302.5	325.2	-7	296.8	2
Foreseeable dividend	-19.1	-42.3	-55	-23.1	-17
Common equity Tier 1 capital before deductions	**283.4**	**283.0**	**0**	**273.7**	**4**
Intangible assets	-14.1	-18.5	-24	-17.0	-17
Deduction for excess value of pension assets	-0.6	-0.4	33		
Non-controlling interests	-0.0	-0.0	0	-0.0	-5
Cash flow hedge	-0.3	0.1		-1.0	-68
Net other items	-0.1	-0.0	94	-0.0	49
Further adjustments in value	-0.6	-0.7	-7	-0.6	3
Expected losses according to IRB approach beyond recognised losses (deficit)	-24.6	-24.1	2	-25.6	-4
Common equity Tier 1 capital	**243.1**	**239.2**	**2**	**229.4**	**6**
Tier 1 capital instruments	31.6	61.0	-48	29.4	7
Additional Tier 1 capital	**31.6**	**61.0**	**-48**	**29.4**	**7**
Tier 1 capital	**274.7**	**300.3**	**-9**	**258.9**	**6**
Supplementary capital instruments	31.5	32.3	-2	31.5	0
Supplementary capital	**31.5**	**32.3**	**-2**	**31.5**	**0**
Total capital base (own funds)	**306.2**	**332.5**	**-8**	**290.3**	**5**
Capital requirement for credit risk according to the IRB approach	60.6	59.7	2	58.2	4
Capital requirement for credit risk according to standardised approach	63.7	65.9	-3	60.4	6
Capital requirement for market risk					
Capital requirement for credit-worthiness adjustment risk	0.1	0.2	-26	0.1	13
Capital requirement for operational risk	26.9	25.2	6	25.2	6
Capital requirement	**151.4**	**151.0**	**0**	**144.0**	**5**

	Jun 30, 2026	Dec 31, 2025	%	Jun 30, 2025	%
Capital ratios					
Common equity Tier 1 capital ratio, %	12.8	12.7		12.8	
Tier 1 capital ratio, %	14.5	15.9		14.4	
Total capital ratio, %	16.2	17.6		16.1	
Risk exposure amount	1,892	1,888		1,799	
of which % comprising credit risk	*82*	*83*		*82*	
of which % comprising market risk		*0*			
of which % comprising creditworthiness adjustment risk	*0*			*0*	
of which % comprising operational risk	*18*	*17*		*18*	

Requirements related to capital buffers, %	Jun 30, 2026	Dec 31, 2025	Jun 30, 2025
Total common equity Tier 1 capital requirements including buffer requirements	9.1	9.1	9.1
of which common equity Pillar 1 capital requirement	*4.5*	*4.5*	*4.5*
of which common equity Pillar 2 capital requirement	*0.6*	*0.6*	*0.6*
of which capital conservation buffer requirement	*2.5*	*2.5*	*2.5*
of which countercyclical capital buffer requirement	*0.5*	*0.5*	*0.5*
of which systemic risk buffer requirement	*1.0*	*1.0*	*1.0*
Common equity Tier 1 capital available to be used as a buffer	12.8	12.7	12.8

Exposure class	Jun 30, 2026				
EUR M	Gross exposure	Exposure at default	Risk weight %	Risk exposure amount	Capital requirement
Credit risk according to the IRB approach					
Without own LGD estimates					
Corporate, other large companies	292.8	220.6	50	110.9	8.9
Corporate, small and medium sized companies	244.2	171.9	48	82.6	6.6
Using own LGD estimates					
Retail with property as collateral (not small- and medium-sized companies)	1,758.1	1,739.8	19	335.0	26.8
Retail with property as collateral (small and medium-sized companies)	145.4	140.6	58	81.0	6.5
Retail, other (not small- and medium-sized companies)	245.5	239.8	52	123.7	9.9
Retail, other (small and medium-sized companies)	69.7	64.1	38	24.4	2.0
Total exposures according to IRB approach	**2,755.9**	**2,576.7**	**29**	**757.7**	**60.6**

	Jun 30, 2026				
	Gross exposure	Exposure at default	Risk weight %	Risk exposure amount	Capital requirement
Credit risk according to standardised approach					
Central government and central banks	229.5	340.7	0	0,0	0,0
Regional governments or local authorities	29.2	87.3	0	0,0	0,0
Public sector entities	77.4	77.4	0	0,0	0,0
Multilateral development banks	68.9	74.7	1	1.0	0.1
International organisations					
Institutions	266.0	216.7	23	49.0	3.9
Covered bonds	545.0	544.9	10	56.4	4.5
Corporates	316.6	61.1	99	60.4	4.8
Retail	399.3	175.6	96	168.2	13.5
Secured by mortgages on immovable property	738.4	737.9	28	207.0	16.6
Exposures in default	3.4	3.0	110	3.3	0.3
Items associated with particularly high risk	0.1	0.1	150	0.2	0.0
Collective investment undertakings	0.8	0.8	137	1.2	0.1
Equity exposures	62.9	62.9	250	157.3	12.6
Other exposures	123.5	123.5	75	92.7	7.4
Total exposures according to standardised approach	**2,861.0**	**2,506.7**	**32**	**796.7**	**63.7**
Total risk exposure amount, credit risk	**5,616.9**	**5,083.5**	**31**	**1,554.4**	**124.4**

Exposure class			Dec 31, 2025		
EUR M	Gross exposure	Exposure at default	Risk weight %	Risk exposure amount	Capital requirement
Credit risk according to the IRB approach					
Without own LGD estimates					
Corporate, other large companies	278.5	224.8	49	109.9	8.8
Corporate, small and medium sized companies	255.0	191.0	50	96.4	7.7
Using own LGD estimates					
Retail with property as collateral (not small- and medium-sized companies)	1,790.4	1,781.2	18	326.2	26.1
Retail with property as collateral (small and medium-sized companies)	131.2	129.7	54	69.6	5.6
Retail, other (not small- and medium-sized companies)	247.6	245.3	47	115.0	9.2
Retail, other (small and medium-sized companies)	71.2	69.8	41	28.7	2.3
Total exposures according to IRB approach	**2,774.0**	**2,641.9**	**28**	**745.8**	**59.7**

			Dec 31, 2025		
	Gross exposure	Exposure at default	Risk weight %	Risk exposure amount	Capital requirement
Credit risk according to standardised approach					
Central government and central banks	289.7	370.5	0	0,0	0,0
Regional governments or local authorities	29.9	82.7	0	0,0	0,0
Public sector entities	76.0	76.0	0	0,0	0,0
Multilateral development banks	78.6	86.2	2	1.4	0.1
International organisations	15.4	15.4	0	0,0	0,0
Institutions	227.4	179.8	24	43.1	3.4
Covered bonds	646.0	646.0	10	67.3	5.4
Corporates	247.6	52.9	99	52.3	4.2
Retail	427.3	197.5	96	189.9	15.2
Secured by mortgages on immovable property	695.0	693.0	30	204.9	16.4
Exposures in default	9.7	8.9	112	10.0	0.8
Collective investment undertakings	0.8	0.8	137	1.2	0.1
Equity exposures	67.5	67.5	250	168.8	13.5
Other exposures	97.6	97.6	87	85.0	6.8
Total exposures according to standardised approach	**2,908.5**	**2,574.6**	**32**	**823.9**	**65.9**
Total risk exposure amount, credit risk	**5,682.5**	**5,216.5**	**30**	**1,569.8**	**125.6**

Leverage ratio	Jun 30, 2026	Dec 31, 2025	%	Jun 30, 2025	%
EUR M					
Tier 1 capital	274.7	300.3	-9	258.9	6
Total exposure measure	5,273.7	5,285.8	-0	5,053.1	4
of which balance sheet items	*5,117.9*	*5,151.1*	*-1*	*4,922.0*	*4*
of which off-balance sheet items	*155.8*	*134.7*	*16*	*131.1*	*19*
Leverage ratio, %	5.2	5.7		5.1	

The leverage ratio was calculated according to the situation at the end of the period. Tier 1 capital included profit for the period.

16. Share-related information

Group	Jun 30, 2026			Dec 31, 2025			Jun 30, 2025		
thousands	A shares	B shares	Total	A shares	B shares	Total	A shares	B shares	Total
Number of shares outstanding at beginning of period	6,476	8,901	15,377	6,476	8,891	15,367	6,476	8,891	15,367
Number of shares issued		33	33		11	11		11	11
Total shares outstanding at end of period	6,476	8,935	15,411	6,476	8,901	15,377	6,476	8,901	15,377
Total shares outstanding at end of period after dilution	6,476	9,018	15,494	6,476	9,003	15,480	6,476	9,011	15,487

	Jun 30, 2026	Dec 31, 2025	%	Jun 30, 2025	%
Equity capital per share, EUR	19.64	21.16	-7	19.30	2
Closing price per Series A share, EUR	44.70	46.20	-3	39.00	15
Closing price per Series B share, EUR	43.80	45.10	-3	37.00	18
Market capitalisation, EUR M	681	701	-3	582	17
Market capitalisation/shareholders’ portion of equity capital, %	225	215		196	

	Q2 2026	Q1 2026	%	Q2 2025	%	Jan-Jun 2026	Jan-Jun 2025	%
thousands								
Average number of shares outstanding	15,392	15,381	0	15,377	0	15,387	15,373	0
Average number of shares outstanding after dilution	15,451	15,444	0	15,459	-0	15,451	15,459	-0
Earnings per share, EUR	0.63	0.91	-32	0.90	-31	1.54	1.86	-17
Earnings per share after dilution, EUR	0.62	0.91	-32	0.90	-31	1.53	1.85	-17
Earnings per share, rolling 12 months, EUR	3.23	3.51	-8	3.56	-9			

Sustainability

The Bank of Åland's estimate of greenhouse gas emissions in the form of carbon dioxide equivalents (CO_2e) is compiled in accordance with the Greenhouse Gas Protocol (GHG) and encompasses Scope 1, 2 and 3.

See the CSRD- and ESRS-compliant Sustainability Report in the 2025 Annual Report for descriptions of the methodology used in calculations of greenhouse gas emissions for further information. The method for Scope 1 was updated in the first quarter of 2026. Scope 1 and 2 are calculated according to the activity-based method. The spending method is applied to Scope 3 upstream.

Group	Q2 2026	Q1 2026	%	Q2 2025	%	Jan-Jun 2026	Jan-Jun 2025	%
Greenhouse gases, tonnes of CO_2e								
Scope 1								
Emissions from owned or controlled resources	1	1	-4	1	25	2	2	6
Total Scope 1	**1**	**1**	**-4**	**1**	**25**	**2**	**2**	**6**
Scope 2 [1]								
Energy-related emissions	11	15	-27	9	29	26	27	-2
of which from electricity according to the market-based method								
Alternatively, emissions from electricity according to location-based method subtracted from Nordic Average Mix	22	22	0	22	-2	42	44	-5
Total Scope 2 (market-based)	**11**	**15**	**-27**	**9**	**29**	**26**	**27**	**-2**
Scope 3 upstream								
Purchased goods and services	571	629	-9	636	-10	1,200	3,277	-63
Capital goods	16	13	25	11	42	28	17	69
Fuel and energy-related activities	2	3	-29	2	27	5	6	-3
Transport and distribution	78	89	-12	72	9	167	129	30
Waste generated by own operations	0	0	51	1	-65	1	2	-69
Business travel	221	163	35	203	9	384	381	1
Leased assets	22	28	-22	29	-24	50	55	-9
Total Scope 3 upstream	**910**	**925**	**-2**	**954**	**-5**	**1,836**	**3,865**	**-53**
Total greenhouse gases, own business operations	**923**	**942**	**-2**	**963**	**-4**	**1,864**	**3,894**	**-52**

[1] Since the Bank of Åland buys 100 per cent carbon dioxide-free electricity, the electricity purchased is offset to zero CO_2e according to the market-based method. Electricity according to the location-based method is specified on a separate line and is not included in the summary. Historical comparative figures have been recalculated.

	Jun 30, 2026	Mar 31, 2026	%	Jun 30, 2025	%
Scope 3 downstream, current situation on annual basis (tonnes of CO_2e)					
Loan portfolio Scope 1, 2 and 3 [1]	655,816	669,579	-2	657,939	-0
Financial investments Scope 1, 2 and 3 [2]	4,578,829	4,110,627	11	3,852,361	19
Treasury portfolio Scope 1, 2 and 3 [3]	106,363	103,119	3	92,630	15
Total Scope 3 downstream	**5,341,008**	**4,883,325**	**9**	**4,602,930**	**16**

[1] The emission calculations for the loan portfolio includes lending to private individuals and corporate customers. Exclusions comprise overdrafts, loans without collateral, and municipalities. The method of calculation was updated in the first quarter of 2026, which included an update of historical comparison figures.

[2] The emission calculations for financial investments include shares, bonds, funds, physical properties and wind farms. Cash and cash equivalents, derivative contracts, commercial paper, residential properties lacking energy certificates and plots of land are excluded from the emission calculations. Calculations are based on reported or estimated emissions data. Historical comparison periods have been updated to encompass the underlying companies' revised historical emissions figures.

[3] The emission calculations for the Treasury portfolio include cash positions in central banks as well as bonds. Emissions data is based on publicly available information and where unavailable is estimated according to PCAF's suggested method.

	Q2 2026	Q1 2026	%	Q2 2025	%	Jan-Jun 2026	Jan-Jun 2025	%
Energy consumption, MWh	475	473	0	486	-2	908	960	-5
of which renewable, %	*99*	*100*		*100*		*100*	*100*	

Definitions

Actively managed assets
Managed assets in the Bank's own mutual funds plus securities custodial accounts with discretionary and advisory asset management agreements and external funds with contractual earnings.

Capital Cover Ratio
Own funds divided by risk exposure amount.

CO_2
Chemical designation for carbon dioxide.

CO_2e
Carbon dioxide equivalents, collective term for the environmental impact of the most common greenhouse gases recalculated into carbon dioxide.

Common equity Tier 1 (CET1) capital
Equity capital excluding proposed dividend, deferred tax and intangible assets and certain other adjustments according to the European Union's Capital Requirements Regulation No. 575/2013 (CRR).

Common equity Tier 1 capital ratio
Common Equity Tier 1 (CET1) capital divided by risk exposure amount.

Customer satisfaction index (CSI)
The customer survey includes various questions that summarise how satisfied customers are with the Bank of Åland's overall service offering. The score shows the overall ranking in the survey, with a low figure corresponding to higher customer satisfaction. A score of 1 means the bank is ranked best in the country. Official scores are not available for the Bank's Swedish operations.

Earnings per share, EUR
Shareholders' portion of earnings for the period divided by the average number of shares.

Equity capital per share, EUR
Shareholders' portion of equity capital divided by number of shares less own shares on closing day.

Expense/income ratio
Total expenses divided by total income.

Gross share of lending to the public in Stage 3
Gross lending to the public in Stage 3, divided by lending to the public before provisions for impairment losses.

Interest margin
Interest margin is interest on interest-bearing assets divided by the average balance of assets minus interest on interest-bearing liabilities divided by the average balance of liabilities. Average balance is calculated as the average of end-of-month figures for the period in question plus the opening balance for the period.

Investment margin
Investment margin is net interest income divided by the average balance sheet total.

Leadership index
A measure of employees' perception of leadership at the Bank of Åland. Calculated on the basis of questions about trust, cooperation, communication, feedback and support. The Bank's target is to achieve a score above the industry level. The industry level in Q2 2026 is 8.4.

Level of provisions for lending to the public in Stage 3
Provisions for impairment losses in Stage 3 as a percentage of gross lending to the public in Stage 3.

Leverage ratio
The ratio of Tier 1 capital to the balance sheet total plus certain off-balance sheet items recalculated using conversion factors defined in the standardised approach.

Liquidity coverage ratio (LCR)
High-quality liquid assets as a percentage of estimated net liquidity outflow during a 30-day period.

Loan/deposit ratio
Lending to the public divided by deposits from the public.

Loan loss level
Net impairment losses on net financial assets in lending to the public divided by lending to the public at the beginning of the period.

Managed mortgage loans
Total mortgage loan volume in Borgo AB (publ) that the Bank of Åland manages through various services.

Market capitalisation/shareholders' portion of equity
Share price at the end of the reporting period as a percentage of shareholders' portion of equity capital on closing day.

Net promoter score (NPS)
The propensity to recommend the Bank of Åland. Calculated on a scale from 0-10 where the proportion of negative responses (0-6) is subtracted from the proportion of positive responses (9-10). Our target is more than 50.

Net stable funding ratio (NSFR)
Available stable funding as a percentage of necessary stable funding.

Own funds (replaces capital base concept)
Total of Tier 1 capital and Tier 2 (supplementary) capital.

Return on equity after taxes (ROE)
Profit for the report period attributable to shareholders divided by average shareholder's portion of equity capital.

Risk exposure amount
Assets and off-balance sheet commitments, risk-weighted according to capital adequacy regulations for credit risk and market risk. Operational risks are calculated and expressed as risk exposure.

Temperature Index
A measure of employees' overall engagement and motivation. The index is calculated on the basis of all the standard categories from our measurement tool that describe what employees need in order to remain committed and motivated. The temperature index should be on par with the industry index. The Bank of Åland's target for 2026 is 8.1, which corresponds to the survey tool's index for the financial industry.

Tier 1 capital
Common equity Tier 1 (CET1) capital including certain loss-absorbing subordinated debentures ("additional Tier 1 capital").

Tier 2 (supplementary) capital
Mainly subordinated debentures that do not meet requirements to be included as additional Tier 1 capital.

Translation

Report on review of the Half-Year Financial Report of Bank of Åland Plc for the accounting period January 1 – June 30, 2026

To the Board of Directors of Bank of Åland Plc

Introduction
We have reviewed the summary balance sheet as of June 30, 2026 and the related summary income statement, summary statement of other comprehensive income, statement of changes in equity capital and summary cash flow statement of Bank of Åland Plc group for the six-month period then ended, as well as other explanatory notes to the consolidated financial statements. The Board of Directors and the Managing Director are responsible for the preparation and fair presentation of this Half-Year Financial Report in accordance with IAS 34 Interim Financial Reporting and other Finnish rules and regulations governing the preparation of interim reports. We will express our conclusion on the Half-Year Financial Report based on our review.

Scope of review
We conducted our review in accordance with the Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the standards on auditing and other generally accepted auditing practices and consequently does not enable us to obtain a level of assurance that would make us aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion
Based on our review, nothing has come to our attention that causes us to believe that the Half-Year Financial Report, in all material respects, is not prepared in accordance with IAS 34 Interim Financial Reporting and other applicable rules and regulations governing Half-Year Financial Report reporting preparation in Finland.

Helsinki, July 17, 2026

KPMG OY AB
Henry Maarala
Authorised Public Accountant, KHT