

Own Funds, Capital Requirements and Liquidity Reserve

Date:

2019-06-30

Nasdaq Broker Services AB, Swedish Company Registration No. 556405-0127.

Nasdaq Broker Services AB established a new Branch in Vilnius, Lithuania in June 2016. The figures shown here are including the Branch.

This information is in reference to the information that shall be submitted on a periodic basis in accordance with (FFFS 2014:12), CRR (EU) no 575/2013, and the Swedish Financial Supervisory Authority's ("Finansinspektionen") regulations and general guidelines regarding public disclosure of information concerning capital adequacy, risk management and liquidity (FFFS 2010:7).

In accordance with Finansinspektionen's regulations regarding management of liquidity risks in credit institutions and investment firms (FFFS 2010:7), Nasdaq Broker Services AB shall hold a separate reserve of high-quality liquid assets to secure its short-term capacity to meet payment obligations in the event of lost or impaired access to regularly available funding sources. Nasdaq Broker Services AB's liquidity reserve consists of unencumbered assets that enable the rapid creation of liquidity at foreseeable values, including:

- (i) deposits with credit institutions available the following day;
- (ii) other assets that are both liquid on private markets and eligible for refinancing by central banks.

Pursuant to Nasdaq Broker Services AB's internal Policy, Nasdaq Broker Services AB shall maintain a liquidity reserve corresponding to three month operational costs. On the balanceday Nasdaq Broker Services AB's liquidity reserve amounted to as shown here. The other liquidity providing measures mainly consists of investments in highly rated corporate bonds with good liquidity and cash in Nasdaq group internal cash-pool.

Total liquidity reserve (SEK 000s)	62 217
Total liquidity and other liquidity providing measures (SEK 000s)	95 304

1 Liquidity Reserve

Liquidity Reserve

(SEK 000s)	
Deposits with credit institutions	213
Government securities treasuries	15 530
Covered bonds	46 474
Total liquidity reserve	62 217

Other liquidity providing measures

(SEK 000s)	
Other bank balances	0
Internal group cash pool	11 592
Other securities (Inhouse bank account)	21 495
Total other liquidity providing measures	33 087
Total liquidity reserve and other liquidity providing measures	95 304

2 Financing sources

(SEK 000s)	
Own equity	105 591
Financial institutes	0
Group internal	0
Other liabilities	10 853
Total	116 444

3 Miscellaneous information

(SEK 000s)	
Balance sheet total	116 444
Total liabilities	10 853
Liquidity reserve/total liabilities	5,73
Total liquidity reserve and other liquidity providing measures/total liabilities	8,78

4 PERIODIC INFORMATION ON CAPITAL ADEQUACY,

(SEK 000s)	
Common Equity Tier 1 capital (Instrument and reserves)	
Capital instrument	60 000
Retained earnings and restricted reserve	58 166
Dividend distributed	-31 000
Regulatory adjustment	
Intangible assets	0
Deferred tax assets	0
Common Equity Tier 1/Tier 1/Total Capital	87 166
Risk exposure amount for Credit and market risk according to Standardised approach	
<i>Risk exposure amount for institution</i>	2 585
<i>Risk exposure amount for business</i>	35 672
<i>Risk exposure amount for covered bonds</i>	4 647
<i>Risk exposure amount for institutions and business with credit rating</i>	1 282
Total risk exposure amount for credit risk	44 186
Risk exposure amount market risk	4 489
Total risk exposure amount for credit and market risk	48 675
Risk exposure amount operational risk	314 365
Total risk exposure amount (Pillar I)	314 365
Capital ratio (CET 1/T1/TC)	27,73%
<small>(Total capital in percentage of total risk exposure amount)</small>	
Capital conservation buffer in % of Total risk exposure amount	2,5%
Common Equity Tier 1 available to meet buffers in % of Total risk exposure amount	19,7%
Internally Assessed Adequate Capital	
<i>Capital requirement Pillar I</i>	25 149
<i>Capital requirement Pillar II</i>	7 320
Total	32 469
<i>Capital conservation buffer</i>	7 859