



Own Funds, Capital Requirements and Liquidity Reserve

Date:

2019-09-30

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 balanced day 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)	63 030
Total liquidity and other liquidity providing measures (SEK 000s)	102 887

1 Liquidity Reserve

Liquidity Reserve

(SEK 000s)	
Deposits with credit institutions	681
Government securities treasuries	15 501
Covered bonds	46 849
Total liquidity reserve	63 030

Other liquidity providing measures

(SEK 000s)	
Other bank balances	0
Internal group cash pool	16 657
Other securities (Inhouse bank account)	23 199
Total other liquidity providing measures	39 857
Total liquidity reserve and other liquidity providing measures	102 887

2 Financing sources

(SEK 000s)	
Own equity	107 499
Financial institutes	0
Group internal	11 277
Other liabilities	35 919
Total	154 695

3 Miscellaneous information

(SEK 000s)	
Balance sheet total	154 695
Total liabilities	47 196
Liquidity reserve/total liabilities	1,34
Total liquidity reserve and other liquidity providing measures/total liabilities	2,18

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	58 296
Dividend distributed	-57 000
Regulatory adjustment	
Intangible assets	0
Deferred tax assets	0
Common Equity Tier 1/Tier 1/Total Capital	61 296
Risk exposure amount for Credit and market risk according to Standardised approach	
<i>Risk exposure amount for institution</i>	139
<i>Risk exposure amount for business</i>	67 640
<i>Risk exposure amount for covered bonds</i>	4 685
<i>Risk exposure amount for institutions and business with credit rating</i>	205
Total risk exposure amount for credit risk	72 669
Risk exposure amount market risk	11 292
Total risk exposure amount for credit and market risk	83 961
Risk exposure amount operational risk	314 365
Total risk exposure amount (Pillar I)	314 365
Capital ratio (CET 1/T1/TC)	19,50%
<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	11,5%
Internally Assessed Adequate Capital	
<i>Capital requirement Pillar I</i>	25 149
<i>Capital requirement Pillar II</i>	7 869
Total	33 018
<i>Capital conservation buffer</i>	7 859