

Mangold AB

# INTERIM REPORT

January - March 2023

**MANGOLD**





# Mangold AB Interim Report, January - March 2023

## January - March 2023, compared to January - March 2022

- Total revenue increased by 74 per cent, to MSEK 36.1 (20.7)
- The result for the period rose to MSEK -8.2 (-14.8)
- Net interest increased to MSEK 5.1 (4.1)
- The net result of financial transactions amounted to MSEK -6.3 (-42.8)
- Assets under administration with an annual fee increased to SEK 1.7 (1.6) billion

## First quarter of 2023, compared to the fourth quarter of 2022

- Assets under administration increased to SEK 17.2 (13.0) billion
- The net result of financial transactions amounted to MSEK -6.3 (-15.4)
- Deposits increased to MSEK 580.2 (508.2)
- Cash flow for the period amounted to MSEK 9.5 (-52.1)
- The result for the period amounted to MSEK -8.2 (0.2)



# A few words from our CEO

During the first quarter of the year, we have seen cautious optimism in the market, relative to 2022, while still living in the shadow of one of the most challenging stock market years ever. Trends we have previously seen regarding, for example, a weak IPO market, are continuing. In contrast, Mangold has, both during 2022 and previous periods of challenging market conditions, demonstrated an ability to adapt, develop the business, and deliver high-quality services. It is therefore with pleasure I can state that our long-term investment in Mangold's Private Banking is yielding results. The positive trend has continued during Q1 2023, with both higher deposits from the general public since before the turn of the year, and higher interest income in relation to the same period last year. This development is also an important part of Mangold's strategy to increase the share of recurring revenue.

Mangold has a long-term ambition to diversify the Group's revenue, where investments in associated companies are an important part of increasing recurring revenue that is not directly correlated with Mangold's operations. It was therefore particularly gratifying that we were able to announce in April that Mangold had invested further in our associated company KredFin AB, and as such increased the ownership share from 27.2 to 45.6 per cent. Through the acquisition, we become the largest owner in KredFin AB. I take a positive view of the acquisition, as KredFin has historically generated good returns, and, as the largest owner, we look forward to continuing to develop KredFin's operations.

We see increased activity in the stock market during the first quarter of the year compared to 2022, especially in the Large Cap segment. However, we are experiencing continued restraint for activities in the SME segment. Transaction revenue within Investment Banking has decreased compared to the same period last year, which is a natural consequence of the companies' market value being affected by the macroeconomic situation, at the same time as investors are still, to a certain degree, more cautious. In dialogue with our customers, we see a high level of confidence that investors will return to the SME segment later in 2023, and that the intensity will then increase.



In a changing world, it is important to constantly develop. During the quarter, we continued with a number of large projects and began additional initiatives. For some time now, we have focused on the development of IT systems and our online solutions for better customer experiences and streamlining of internal administration, where we are now seeing clear progress. We have also implemented measures to streamline operations, and cost savings in order to strengthen Mangold's resilience and ability moving forward.

Now, as we are hopefully moving towards brighter times, Mangold is well positioned and stands on a stable financial basis with a competitive offer adapted to our customers' needs.

A handwritten signature in dark ink, appearing to read 'Per-Anders Tammerlöv'.

Per-Anders Tammerlöv, VD

# Comments on the Group's development

## Results for the first quarter of 2023 compared to the fourth quarter of 2022

The Group's net commission for the first quarter amounted to MSEK 36.8 (47.0), which is a decrease of 21.8 per cent compared to the previous quarter. Net interest amounted to MSEK 5.1 (6.5) for the quarter. The net result of financial transactions amounted to MSEK -6.3 (-15.4). Mangold's holding in Nowonomics AB generated an unrealised result of MSEK -2.3 (1.9) for the quarter. Total operating revenue for the period amounted to MSEK 36.1 (38.2), which is a decrease of 5.6 per cent.

Operating expenses amounted to MSEK 44.0 (27.3) for the quarter. The increased expenses are attributable to the previous quarter's dissolution of a bonus provision, which amounted to MSEK 18.1.

The operating result for the quarter amounted to MSEK -8.8 (-0.7).

### Segment

Mangold's operations are divided into two reportable segments; Investment Banking and Private Banking.

The Investment Banking segment's total revenue increased to MSEK 23.7 (22.6). The net result of financial transactions for the quarter amounted to MSEK -4.1 (-17.4), and net commission amounted to MSEK 27.5 (38.2). Expenses for the quarter amounted to MSEK 10.1 (13.3). The segment's result before tax amounted to MSEK -8.2 (-8.7).

Private Banking's revenue increased to MSEK 14.3 (13.6). The segment's net commission for the quarter amounted to MSEK 9.2 (8.7), and net interest amounted to MSEK 3.9 (4.8). Expenses for the segment amounted to MSEK 5.5 (7.4). The segment's result before tax amounted to MSEK 3.4 (-11.7) for the quarter. The increased result is in part explained by an improved net commission, but also by lower credit losses, which net amounted to MSEK 0.8 (-12.1).

## Results for January - March 2023 compared to January - March 2022

Total operating revenue amounted to MSEK 36.1 (20.7), which is an increase of 74.0 per cent compared to the same period last year. The increase is explained by an improved net result of financial transactions, which amounted to MSEK -6.3 (-42.8). Mangold's holding in Nowonomics AB generated an unrealised result of MSEK -2.3 (-18.4) for the period. Net interest increased to MSEK 5.1 (4.1), compared to the same period last year. Net commission amounted to MSEK 36.8 (58.9), which is a decrease of 37.6 per cent compared to the same period last year.

Operating expenses amounted to MSEK 44.0 (38.7). The increased expenses are mainly attributable to last year's dissolution of a bonus provision, which amounted to MSEK 1.3.

The operating result amounted to MSEK -8.8 (-14.6). The improvement in result in relation to the corresponding period last year is primarily attributable to improved net interest and net result of financial transactions.

### Segment

Investment Banking's net commission for the period amounted to MSEK 27.5 (48.3), and total revenue amounted to MSEK 23.7 (24.2). The decreased revenue is mainly attributable to reduced net commission. The net result of financial transactions increased to MSEK -4.1 (-24.3). Expenses for the segment amounted to MSEK 10.1 (11.4). The segment's result before tax amounted to MSEK -8.2 (-4.9).

Private Banking's net interest for the period amounted to MSEK 3.9 (4.2), and the segment's net commission amounted to MSEK 9.2 (10.6). Total revenue amounted to MSEK 14.3 (14.9). Expenses for the segment for the period amounted to MSEK 5.5 (6.5). The segment's result before tax amounted to MSEK 3.4 (3.5).

### Financial position

As of 31 March, the Group's equity amounted to MSEK 209.6 (215.9), which corresponds to SEK 448.2 (470.4) per share. At the end of the previous quarter, the Group's equity amounted to MSEK 217.7, which corresponded to SEK 465.6 per share.

As of 31 March, the Group had deposits from the general public of MSEK 580.2 (606.3). At the end of the previous quarter, deposits amounted to MSEK 508.2.

As of 31 March, the Group had loans to the general public of MSEK 148.8 (213.4). At the end of the previous quarter, loans amounted to MSEK 187.0. Net losses related to credits and model-based credit losses together amounted to MSEK 0.8 (-0.1). In the previous quarter, the expected net losses related to credits amounted to MSEK -12.1. The losses are mainly attributable to a few individual credits.

Since 31 March 2022, tangible assets and other liabilities have increased as a result of increased rights of use for premises, and associated liabilities, in connection with moving to new premises.

### Capital and liquidity

As of 31 March, the capital adequacy ratio for the consolidated situation amounted to 17.8 (15.1) per cent. In the previous quarter, the capital adequacy ratio



amounted to 18.0 per cent. Since the same period last year, the capital base of the consolidated situation has increased from MSEK 162.0 to MSEK 169.8, while the capital requirement for credit risk has decreased from MSEK 42.3 to MSEK 34.8, the capital requirement for market risk has decreased from MSEK 8.6 to MSEK 7.6, and the capital requirement for operational risk has decreased from MSEK 35.2 to MSEK 34.0.

The consolidated situation's overall capital requirement ratio amounts to 11.5 per cent (8.0 per cent statutory capital adequacy ratio requirement, 2.5 per cent capital conservation buffer and 1.0 per cent countercyclical capital buffer). As of 31 March, it was exceeded by 6.3 percentage points.

As of 31 March, the capital adequacy ratio for Mangold Fondkommission was 22.1 (19.6) per cent. In the previous quarter, the capital adequacy ratio amounted to 22.7 per cent. Since the same period last year, Mangold Fondkommission's capital base has increased from MSEK 156.7 to MSEK 165.7, while the capital requirement for credit risk has decreased from MSEK 22.3 to MSEK 18.8, the capital requirement for market risk has decreased from MSEK 8.2 to MSEK 7.0, and the capital requirement for operational risk has increased from MSEK 33.4 to MSEK 34.3.

Mangold Fondkommission's overall capital requirement ratio amounts to 11.5 per cent, and consists of an 8.0 per cent statutory capital adequacy ratio requirement, a 2.5 per cent capital conservation buffer, and a 1.0 per cent countercyclical capital buffer. As of 31 March, it was exceeded by 10.6 percentage points.

The leverage ratio for the consolidated situation amounted to 18.9 (18.0) per cent, and for Mangold Fondkommission to 20.3 (17.4) per cent. The leverage ratio requirement amounted to 3.0 per cent, which was exceeded by 15.9 and 17.3 percentage points, respectively.

As of 31 March, the liquidity coverage ratio (LCR) for the consolidated situation amounted to 175.2 (177.3) per cent. In the previous quarter, LCR amounted to 195.1 per cent. As of 31 March, LCR for Mangold Fondkommission amounted to 173.5 (178.5) per cent. In the previous quarter, LCR amounted to 194.3 per cent. The regulatory requirement for liquidity coverage ratio amounts to 100.0 per cent, which, as of 31 March, was exceeded by 75.2 and 73.5 percentage points, respectively.

The cash flow analysis presented on page 9 shows a positive cash flow for the year of MSEK 9.5, mainly attributable to increased deposits from the general public.

#### **Significant events during and after the end of the period**

On 6 April, Mangold's Board of Directors decided to enter into an agreement to acquire an additional 18.4 per cent of the shares in KredFin AB for a purchase price of approximately MSEK 18.4. With the acquisition, Mangold increased its ownership stake to 45.6 per cent.

#### **Group and associated companies**

At the end of the period, Mangold owned shares in Mangold Fondkommission AB (MFK) (100.0%), KredFin AB (27.2%) (formerly Skandinaviska Kreditfonden), Resscapital AB (20.1%), Elaborx AG (37.3%), and Aggregate Stockholm AB (25.0%).

KredFin offers direct lending to small and medium-sized companies and has been an associated company to Mangold since 2016. KredFin manages the Scandinavian Credit Fund I (SCFI) and the Nordic Factoring Fund (NFF). As of 31 March 2023, fund assets for SCFI amounted to SEK 3.0 (3.2) billion, and for NFF to SEK 1.7 (1.3) billion. As of 31 March, the return for fund unit holders in SCFI for 2023 amounted to 0.6 (0.7) per cent. As of 31 March, the return for NFF in 2023 amounted to 1.2 (0.6) per cent. Mangold's profit share in KredFin AB amounted to MSEK 0.0 (1.1) for the first quarter of 2023.

Resscapital AB (Ress) is a manager of an alternative investment fund (AIF) focused on the management of American life insurance, and has been an associated company to Mangold since 2018. Ress manages AIF fund Ress Life Investments A/S (RLI), which has been investing in American life insurance since 2012. RLI is listed on Nasdaq Copenhagen. As of 31 March 2023, fund assets for RLI amounted to MUSD 401.5 (334.1). As of 31 March, the return for fund unit holders for 2023 amounted to 0.0 (0.0) per cent in USD. Mangold's profit share amounted to MSEK 1.1 (1.0) for the first quarter of 2023.

Elaborx AG is a Swiss company focused on services for small and medium-sized companies in Corporate Finance, Investor Relations and Corporate Governance. Mangold's profit share for the first quarter amounted to MSEK 0.0 (-0.1).

Aggregate Stockholm AB invests in media space as growth capital in small and medium-sized companies in Sweden, Norway and Finland. The investments are made through funds that are jointly owned with 12 of Sweden's largest media companies, with a mix of TV, radio, magazines, daily press, display, and outdoor advertising. Mangold's profit share in Aggregate amounted to MSEK -3.2 (n/a) for the first quarter.

In addition to Group and associated companies, Mangold also has a holding of 11.6 per cent in Nowonomics AB, the fintech company behind NOWO - an app for pension



savings in everyday life. Nowonomics AB owns QQM Fund Management AB, which manages the funds Nowo Global Fund and QQM Equity Hedge. As of 31 March, the total fund assets for the funds amounted to MSEK 652.6 (655.6). The return for fund unit owners in Nowo Global Fund for the first quarter amounted to 9.1 (-8.3) per cent, and the return for QQM Equity Hedge amounted to -3.2 (1.0) per cent for the quarter.

#### **Related party transactions**

Auriant Mining AB and GoMobile nu AB are related parties to Mangold as Mangold's principal owner and Chair of the Board, Per Åhlgren, directly or indirectly controls more than 20 per cent of the votes in the companies. Mangold invoiced Auriant Mining AB MSEK 0.0 (0.1). MSEK 0.1 was invoiced in the previous quarter. The transactions have taken place on market terms.

Revenue from KredFin amounted to MSEK 0.3 (14), from Resscapital to MSEK 0.0 (0.2), and from Elaborx to MSEK 0.0 (0.1) for the quarter. Revenue in the previous quarter amounted to MSEK 0.4, MSEK 0.0 and MSEK 0.0 respectively. The transactions have taken place on market terms.

#### **Financial calendar**

Interim Report, April to June 2023, 12 July 2023

Interim Report, July to September 2023, 18 October 2023

Year-end Report 2023, 31 January 2024



# Key Financial Ratios

	January - March		October - December
	2023	2022	2022
Return on equity, %	-3.8%	-6.7%	0.1%
Return on assets, %	-0.9%	-1.6%	0.0%
Operating margin, %	-24.3%	-70.6%	-1.7%
Number of shares outstanding	467 582	458 937	467 582
Average number of shares outstanding	467 582	458 937	467 582
Number of employees	84	90	85
Operating result per employee, TSEK	-104.3	-162.6	-7.8
Earnings per share, SEK	-17.4	-32.4	0.5
Equity per share, SEK	448.2	470.4	465.6
Equity/assets ratio, %	22.7%	23.0%	25.0%
Balance sheet total, MSEK	924.2	938.3	872.3
Loans to the general public, MSEK	148.8	213.4	187.0
Deposits from the general public, MSEK	580.2	606.3	508.2
Leverage Ratio (LR), %	18.9%	18.0%	21.6%
Liquidity Coverage Ratio (LCR), %	175.2%	177.3%	195.1%
Net Stable Funding Ratio (NSFR), %	162.3%	185.2%	163.4%
Capital adequacy ratio, %	17.8%	15.1%	18.0%
Number of assignments with a recurring revenue	187	211	195
Number of trusts	14.8	14.2	14.6
Number of transactions	66.4	97.4	66.5
Assets under administration, SEK billion	17.2	27.5	13.0
<i>Of which are assets with an annual fee, SEK billion</i>	1.7	1.6	1.7
<i>Of which are assets in associated companies and QQM, SEK billion</i>	0.5	0.6	0.5

Definitions of key financial ratios, including alternative key financial ratios, are presented in note 10.



# Report on the result in the Group

Amounts in MSEK	Note	January - March		October - December
		2023	2022	2022
Commission revenue		39.5	63.3	49.3
Commission expenses		-2.8	-4.4	-2.3
<b>Net commission</b>	<b>8</b>	<b>36.8</b>	<b>58.9</b>	<b>47.0</b>
Interest revenue		7.3	4.6	7.4
Interest expenses		-2.3	-0.4	-0.9
<b>Net interest</b>		<b>5.1</b>	<b>4.1</b>	<b>6.5</b>
Net result of financial transactions		-6.3	-42.8	-15.4
Dividends received		0.0	0.0	0.0
Other operating revenue		0.6	0.5	0.1
<b>Total operating revenue</b>		<b>36.1</b>	<b>20.7</b>	<b>38.2</b>
General administrative expenses		-37.0	-35.5	-21.1
Depreciation and impairment of tangible and intangible fixed assets		-7.0	-3.1	-6.1
Other operating expenses		-	0.0	-0.1
<b>Total operating expenses</b>		<b>-44.0</b>	<b>-38.7</b>	<b>-27.3</b>
Result from interests in associated companies		-2.1	3.7	-0.4
Credit losses, net	7	1.2	-0.4	-11.1
<b>Operating result</b>	<b>6</b>	<b>-8.8</b>	<b>-14.6</b>	<b>-0.7</b>
Tax		0.6	-0.2	0.9
<b>Result for the period</b>		<b>-8.2</b>	<b>-14.8</b>	<b>0.2</b>
Earnings per share before dilution, SEK		-17.4	-32.4	0.5
Earnings per share after dilution, SEK		-17.4	-32.4	0.5
Average number of shares		467 582	458 937	467 582

# Report on the comprehensive income in the Group

Amounts in MSEK	January - March		October - December
	2023	2022	2022
Result for the period	-8.2	-14.8	0.2
Other comprehensive income	-	-	-
<b>Comprehensive income for the period</b>	<b>-8.2</b>	<b>-14.8</b>	<b>0.2</b>



# Report on the result in the Group per quarter

Amounts in MSEK	2023 Q1	2022 Q4	2022 Q3	2022 Q2	2022 Q1
Net commission	36.8	47.0	53.9	52.4	58.9
Net interest	5.1	6.5	5.2	4.4	4.1
Net result of financial transactions	-6.3	-15.4	-7.7	-38.4	-42.8
Other operating revenue	0.6	0.1	0.1	0.0	0.5
<b>Total operating revenue</b>	<b>36.1</b>	<b>38.2</b>	<b>51.5</b>	<b>18.5</b>	<b>20.7</b>
Total expenses	-44.0	-27.3	-41.9	-40.5	-38.7
Result from interests in associated companies	-2.1	-0.4	3.1	10.0	3.7
Credit losses, net	1.2	-11.1	-5.8	-0.2	-0.4
<b>Operating result</b>	<b>-8.8</b>	<b>-0.7</b>	<b>6.9</b>	<b>-12.2</b>	<b>-14.6</b>

# Report on cash flow in the Group

Amounts in MSEK	Note 11	January - March 2023	January - March 2022	January - December 2022
Operating result		-8.8	-14.6	-20.5
Adjustment for items not included in the cash flow		10.2	36.9	81.8
Interest paid		-0.0	2.7	3.4
Tax paid		-10.3	-5.2	-23.4
<b>Cash flow from operating activities before changes in working capital</b>		<b>-8.9</b>	<b>19.8</b>	<b>41.2</b>
Increase(-)/Decrease(+) of trading stocks		-5.3	-11.8	-21.9
Increase(-)/Decrease(+) of operating receivables		-41.5	0.3	66.8
Increase(-)/Decrease(+) of operating liabilities		71.9	-59.0	-208.0
<b>Cash flow from operating activities</b>		<b>16.1</b>	<b>-50.7</b>	<b>-121.9</b>
Acquisition/Disposal of intangible fixed assets		-0.6	-0.1	-1.3
Acquisition/Disposal of tangible fixed assets		-1.3	-0.8	-3.8
Acquisition of associated companies		-	-	-6.8
Dividends from associated companies		-	-	11.5
Sale of fixed assets		-	5.7	5.7
<b>Cash flow from investment activities</b>		<b>-1.9</b>	<b>4.8</b>	<b>5.2</b>
Repayment of subordinated liabilities		-	-4.0	-4.0
Amortisation of lease liabilities		-4.8	-2.2	-11.4
Dividend paid		-	-	-22.5
<b>Cash flow from financing activities</b>		<b>-4.8</b>	<b>-6.2</b>	<b>-37.9</b>
<b>Cash flow for the period</b>		<b>9.5</b>	<b>-52.1</b>	<b>-154.6</b>
<b>Liquid assets at the beginning of the period</b>		<b>183.0</b>	<b>337.6</b>	<b>337.6</b>
<b>Liquid assets at the end of the period*</b>		<b>192.5</b>	<b>285.5</b>	<b>183.0</b>

\*Liquid assets are defined as available balances with banks and corresponding institutions (loans to credit institutions), as well as investments that can easily be converted into cash at a known amount and which are exposed to an insignificant risk of value fluctuations (eligible treasury bonds) and which mature within three months.

# Report on the financial position in the Group

Amounts in MSEK	Note	31 March	31 December	31 March
		2023	2022	2022
Eligible treasury bonds	4	206.9	233.2	292.3
Loans to credit institutions		14.6	106.2	160.5
Loans to the general public	5	148.8	187.0	213.4
Shares and interests	4	62.5	57.8	90.6
Shares and interests in associated companies		70.8	72.9	34.8
Intangible assets		35.2	35.8	35.8
Tangible assets		94.6	99.6	9.0
Deferred tax asset		1.0	-	-
Tax asset		11.0	7.1	-
Other assets		132.9	54.0	85.4
Prepaid expenses and accrued income		19.0	18.7	16.5
<b>Total assets</b>		<b>924.2</b>	<b>872.3</b>	<b>938.3</b>
Deposits from the general public		580.2	508.2	606.3
Deferred tax liability		-	-	0.2
Tax liability		-	-	11.1
Other liabilities		112.1	118.5	43.5
Accrued expenses and prepaid income		22.4	27.9	61.3
<b>Total liabilities</b>		<b>714.7</b>	<b>654.6</b>	<b>722.4</b>
Share capital (467 582 shares with a quota value of 2 SEK)		0.9	0.9	0.9
Other contributed capital		80.6	80.6	50.6
Retained earnings including result for the period		128.0	136.2	164.4
<b>Total equity</b>		<b>209.6</b>	<b>217.7</b>	<b>215.9</b>
<b>Total equity and liabilities</b>		<b>924.2</b>	<b>872.3</b>	<b>938.3</b>

## Account of change in equity

Amounts in MSEK	Share capital	Other contributed capital	Retained earnings incl. result for the period	Total equity
<b>Opening balance as of 1 January 2022</b>	<b>0.9</b>	<b>50.6</b>	<b>179.2</b>	<b>230.7</b>
Dividend	-	-	-22.5	-22.5
New issue	0.0	30.0	-	30.0
Comprehensive income for the period	-	-	-20.5	-20.5
<b>Closing balance as of 31 December 2022</b>	<b>0.9</b>	<b>80.6</b>	<b>136.2</b>	<b>217.7</b>
<b>Opening balance as of 1 January 2023</b>	<b>0.9</b>	<b>80.6</b>	<b>136.2</b>	<b>217.7</b>
Dividend	-	-	-	-
New issue	-	-	-	-
Comprehensive income for the period	-	-	-8.2	-8.2
<b>Closing balance as of 31 March 2023</b>	<b>0.9</b>	<b>80.6</b>	<b>128.0</b>	<b>209.6</b>



# Parent Company's income statement

Amounts in MSEK	January - March		October - December
	2023	2022	2022
Net turnover	-	-	-
<b>Total net turnover</b>	-	-	-
Administration expenses	-0.4	-0.3	-0.6
<b>Total expenses</b>	<b>-0.4</b>	<b>-0.3</b>	<b>-0.6</b>
<b>Operating result</b>	<b>-0.4</b>	<b>-0.3</b>	<b>-0.6</b>
Other interest revenue and similar items	-2.3	-18.3	1.9
Interest expenses and similar items	0.0	-0.1	-
Result from interests in associated companies	-	0.9	-
<b>Result after financial items</b>	<b>-2.7</b>	<b>-17.9</b>	<b>1.3</b>
<b>Result before tax</b>	<b>-2.7</b>	<b>-17.9</b>	<b>1.3</b>
Year-end appropriations	-	-	2.3
Tax	-	-	-
<b>Result for the period</b>	<b>-2.7</b>	<b>-17.9</b>	<b>3.6</b>

# Parent Company's balance sheet

Amounts in MSEK	Note	31 March 2023	31 December 2022	31 March 2022
<b>FINANCIAL FIXED ASSETS</b>				
Interests in Group companies		47.8	47.8	47.8
Interests in associated companies		58.7	58.7	21.9
Interests in other companies		17.6	19.9	38.5
<b>Total fixed assets</b>		<b>124.0</b>	<b>126.3</b>	<b>108.1</b>
<b>SHORT-TERM RECEIVABLES</b>				
Other receivables		0.3	0.3	0.3
Prepaid expenses and accrued income		0.3	0.2	1.3
Cash and bank balances		0.1	0.1	0.4
<b>Total current assets</b>		<b>0.7</b>	<b>0.7</b>	<b>1.9</b>
<b>Total assets</b>		<b>124.7</b>	<b>127.0</b>	<b>110.0</b>
Share capital (467 582 shares)		0.9	0.9	0.9
Reserve fund		8.1	8.1	8.1
<b>Total restricted equity</b>		<b>9.1</b>	<b>9.1</b>	<b>9.1</b>
Balanced profit or loss		-10.4	14.3	36.7
Premium fund		53.5	53.5	23.6
Result for the year		-2.7	-24.7	-17.9
<b>Total unrestricted equity</b>		<b>40.4</b>	<b>43.1</b>	<b>42.4</b>
<b>Total equity</b>		<b>49.5</b>	<b>52.2</b>	<b>51.5</b>
Liabilities to Group companies		75.0	73.4	55.7
Other liabilities		0.1	0.0	1.4
Accrued expenses and prepaid income		0.0	1.4	1.4
<b>Total liabilities</b>		<b>75.2</b>	<b>74.8</b>	<b>58.5</b>
<b>Total equity and liabilities</b>		<b>124.7</b>	<b>127.0</b>	<b>110.0</b>



# Notes

The amounts stated in the notes are in MSEK, unless otherwise specified.

## Note 1 Accounting principles

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This interim report in summary for the Group has been prepared in accordance with IAS 34 Interim Financial Reporting and the applicable provisions in the annual report of credit institutions and securities companies (ÅRKL), FFFS 2008:25 and the Swedish Financial Reporting Board's recommendation RFR1 are applied. The interim report for the Parent Company has been

prepared in accordance with Chapter 9 of the Swedish Annual Accounts Act, Interim Report, and the Swedish Financial Reporting Board's recommendation RFR2. In all significant other aspects, the Group's and the Parent Company's accounting principles and calculation bases, as well as presentation, are unchanged compared with the 2022 annual report.

## Note 2 Significant risks and uncertainties

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### RISK MANAGEMENT IN THE GROUP

In Mangold's operations, various types of risks arise, such as credit risks, market risks, liquidity risks, and operational risks. All risks of significant importance are primarily concentrated on Mangold Fondkommission AB's operations. In order to monitor and control risk-taking in the operations, Mangold's Board of Directors has established governing documentation for the operations.

The Board of Directors has the overall responsibility for the Group's risk management. Mangold also has a risk management function that is independent of the commercial operations and which constitutes an independent function for controlling the Group's risks. The risk management function reports to the Group's Board of Directors and CEO in the day-to-day operations. The risk management function also monitors and controls the risks in the Group.

The Group's risk management is structured according to a model with three lines of defence, where all levels have a responsibility to, in accordance with established governing documentation, prevent, manage, and monitor risks that may arise. Mangold's risk management aims to identify and analyse the risks that exist in the operations, in order to set suitable risk appetites and risk limits for these, and to ensure that appropriate controls are in place. The risks are monitored and checks are made on an ongoing basis against the set risk appetites and risk limits. Guidelines and risk management systems are continuously monitored so that they reflect current market regulation for the products and services offered. Through training and clear processes, Mangold creates the prerequisites for a good risk culture, where each employee understands their role and responsibilities. The aim and purpose of risk management is thereby to ensure that the Company does not, under any circumstances, have a total capital requirement

(credit, market, operational, liquidity and other risks) or risk level that can reach a risk level that jeopardises continued survival.

### CREDIT RISK

Credit risk refers to the risk that a loss arises due to a counterparty, or debtor, either out of unwillingness or inability, in full or in part, not fulfilling contractual obligations. Credit risk also includes counterparty risk, concentration risk, and liquidation risk.

Mangold strives for good risk diversification. The credit risk is managed by continuously assessing the counterparty's creditworthiness and establishing payment terms. In order to limit credit and counterparty risks in the Company's credit portfolio, established credit limits are in place.

Mangold's credit customers are companies or private individuals who apply for credit in order to be able to carry out transactions in financial instruments that are held in trust at Mangold. The target group is primarily existing customers who have a good understanding of the function of the financial markets, how lending of financial instruments works, and what risks this may entail. A decisive assessment basis for the company's lending is the borrowers' repayment capability. To further mitigate the risk, the Company's credits are also secured by mortgage collateral, in part by the borrower's securities in trust with Mangold, as well as by the borrower's liquid assets on account with Mangold.

Mangold has procedures for monitoring overdue payments and outstanding receivables that aim to minimise credit losses by detecting possible payment problems with borrowers at an early stage. Mangold has established instructions for handling collateral for securities credits, which means, among other things,

hat current loan values and credits provided are reconciled daily with the applicable credit limits. In the event that a customer with a credit limit exceeds their loan-to-value ratio, it is dealt with based on three solutions: 1) that the customer transfers cash to their trust to cover the difference, 2) that the customer transfers collateralised securities to their trust, and, 3) that Mangold implements a forced sale of securities in the trust to cover the difference between the collateralised securities and the credit limit.

#### **Significant increase in credit risk**

A significant increase in credit risk reflects the risk of default and is a measure that gauges the agreement's change in credit risk since the first reporting occasion. Mangold makes an assessment on a contractual level if a significant increase in credit risk has occurred since the first reporting occasion. For customers with overdrawn trusts or overdrawn security requirements, the credit risk is deemed to have increased significantly if they have been over-leveraged for more than 30 days and by more than 10%. For overdrawn customers or customers with overdrawncollateral requirements without a credit agreement, the receivables are assessed as under-performing directly. For accounts receivable overdue by more than 90 days, or such receivables that pertain to companies during corporate reorganisation, foreclosure, or that have been declared bankrupt, a significant increase in credit risk is considered to have taken place.

#### **Default/credit-impaired asset**

Mangold's definition of default is in line with the definition of the Capital Requirements Regulation (CRR), which means that it is unlikely that the debtor will pay their credit obligations in full without Mangold resorting to measures, such as realising collateral, or that any of the debtor's significant credit obligations to Mangold are overdue for payment for more than 90 days. Credit-impaired financial assets are defined as exposure to default (level 3).

#### **MARKET RISK**

Market risk consists of the risk of loss as a result of changes in share prices, interest rates and currencies. For Mangold, market risk arises primarily through trading in its own stock, in commitments as a liquidity guarantor, through arbitrage trading, and, in exceptional cases, by taking positions to facilitate customers' dealings. Mangold can also act as a guarantor when raising capital, and may, from time to time, due to guarantee commitments, have a holding of securities in its own stock. Securities shall, however, always be sold, and the goal is for own stock to have a minimum holding.

#### **Equity risk**

Equity risk mainly comprises share price risk, which is the dominant risk in Mangold's operations. Share price risk

refers to the risk of depreciation due to changes in prices on the stock market. Market risk in the form of share price risk is found in Mangold Fondkommission AB. The Board of Directors has adopted limits regarding the size of the trading stocks' gross exposures.

The risk management function monitors market risks on an ongoing basis and ensures that the Group's exposures are within the risk limits established by the Board of Directors. Furthermore, the risk management function is monitored so that no unauthorised instruments are traded.

Mangold carries out sensitivity analyses on trading stocks as a minimum on a quarterly basis, which is done with the help of conditional Value-at-Risk. The chosen confidence interval amounts to ninety-seven point five (97.5) per cent, which means that it is the expected value of the worst outcome of 40 two-week periods. In order for the model to be applicable, it is necessary that the underlying financial instruments have a sufficient number of historical data points. The financial instruments that fall outside the model are analysed using the standard method and the duration method.

#### **Currency risk**

Currency risk is the risk that the fair value of, or future cash flows from, a financial instrument varies due to changes in exchange rates. Mangold is mainly exposed to the Swedish market, which means that currency exposures are normally small. Mangold has a risk limit that is monitored on an ongoing basis to ensure that they are within the risk limits set by the Board of Directors. If the net positions in a foreign currency exceed two (2) per cent of the capital base, a capital requirement for currency risk is reported.

#### **INTEREST RATE RISK**

Interest rate risk refers to the uncertainty in future cash flows as a result of changes in market interest rates for financing and deposits. Interest rate risk refers to a company's sensitivity to changes in the level of interest rates and the structure of the interest rate curve. Interest rate risk is to a large extent a structural risk that naturally follows from companies engaging in lending and deposits. Interest rate risk can also arise as a consequence of a company's own choice of maturities and fixed interest periods for its exposures and financing, in addition to what can be considered a natural consequence of the company's business model. Mangold has risk limits attributable to interest rate risk and bond holdings that are monitored on an ongoing basis to ensure that Mangold is within the risk limits set by the Board of Directors. All of Mangold's interest rate items are attributable to holdings of municipal bonds or certificates, as well as lending to credit institutions and the general public.



## **LIQUIDITY RISK**

Liquidity risk refers to the risk of not being able to meet payment obligations at the due date without the cost of obtaining the means of payment increasing significantly. Mangold has an established policy which manages liquidity risk. The policy governs how Mangold shall continuously work with liquidity risk and the various governing documentation that sets the framework for how Mangold shall act in the event of impaired liquidity or increased liquidity risk.

The risk management function continuously monitors the liquidity in the Company and performs stress tests. The purpose of stress tests is to prepare Mangold's management of the Company's payment preparedness and to measure Mangold's liquidity risk during stressful scenarios. The stress tests also aim to gauge whether Mangold's exposures to liquidity risk are within the risk limits set by the Board of Directors.

Mangold holds pledged collateral in the form of cash and eligible treasury bonds as collateral for the settlement of securities. The fluctuation in the pledged collateral affects Mangold's liquidity and thereby constitutes a liquidity risk. The pledged collateral is monitored on an ongoing basis.

## **OPERATIONAL RISK**

Operational risk refers to losses due to inadequate or improper internal processes or procedures, human errors, incorrect systems, or external events. The risks primarily consist of IT risks, legal risks, reputation risk, and administrative risks within the various business areas.

Mangold's operational risks are managed with good internal governance and control, as well as governing documentation for effective risk management established by the Board of Directors. Furthermore, continuous controls are carried out to ensure responsibility and authority in day-to-day operations.

### **IT risk**

IT risk refers to the risk of losses or reduced revenues due to information technology (for example, computer systems or software). In order to reduce risks related to IT, a risk analysis linked to information security is made on an annual basis. The risk analysis results in an action plan which, together with reported incidents, is analysed, after which the control plan is updated, if necessary. Depending on the type of inspection, these are performed annually, semi-annually, or quarterly.

### **Legal risks**

Legal risk refers to the risk that losses arise due to contracts not proving to be legally sustainable, or that new laws or regulations are issued and mean that the prerequisites for the business change unfavourably. Mangold's legal management is that all contracts and other legal matters

are always reviewed by Mangold's corporate lawyer, and that the Group's companies take out the necessary liability and indemnity insurance.

### **Reputation risk**

Reputation risk refers to the risk of losing repute with customers, owners, employees, authorities, etc., which can lead to reduced revenues.

## Note 3 Client funds

Mangold holds client funds separate from Mangold's own funds through separate bank accounts. As Mangold does not have these funds at its disposal, they are not included in the balance sheet.

Amounts in MSEK	31 March 2023	31 December 2022	31 March 2022
Client funds	30.5	58.3	63.8

## Note 4 Shares and Interests

or financial instruments that are listed on an active market, fair value is determined on the basis of the asset's quoted closing price on the balance sheet date, without the addition of transaction costs (for example, brokerage) at the time of acquisition. A financial instrument is considered listed on an active market if quoted prices are readily available on a stock exchange, with a trader, broker, industry association, or company which provides current price information, or a supervisory

authority, and these prices represent actual and regularly occurring market transactions on commercial terms. Any future transaction costs in the event of a disposal are not taken into account. Such instruments are found in the balance sheet item 'shares and interests', as well as the balance sheet item 'eligible treasury bonds'. All holdings below are financial assets that are valued at fair value through the income statement.

SECURITIES HOLDINGS VALUED AT FAIR VALUE ACROSS THE INCOME STATEMENT:

Amounts in MSEK	31 March 2023	31 December 2022	31 March 2022
Listed securities (Level 1)	61.4	56.7	89.4
Listed securities (Level 2)	206.9	233.3	292.3
Unlisted securities (Level 3)	1.1	1.2	1.2

Mangold's liquidity buffer consists exclusively of securities classified in level 2. Unlisted securities in own stock that are valued at the latest known price are classified in level 3. The Company is of the opinion that this is the best estimate of the fair value of the holdings.

### UNLISTED SECURITIES

The unlisted holdings as of 31 March 2023 consist of 16 per cent of the shares in MPL Finans in Linköping AB to a value of MSEK 0.1, and 9.86 per cent of Heidru3 Holding A/S to a value of MSEK 1.1. The total value of unlisted securities in the Group amounted to MSEK 1.1 as of 31 March.

## Note 5 Loans to the general public

### March 2023

Amounts in MSEK	Level 1	Level 2	Level 3	Total
Loans to the general public (SEK)	126.9	20.8	1.1	148.8
Loans to the general public (foreign currencies)	-	-	-	-
<b>Total</b>	<b>126.9</b>	<b>20.8</b>	<b>1.1</b>	<b>148.8</b>

### March 2022

Amounts in MSEK	Level 1	Level 2	Level 3	Total
Loans to the general public (SEK)	209.6	3.7	-	213.4
Loans to the general public (foreign currencies)	-	-	-	-
<b>Total</b>	<b>209.6</b>	<b>3.7</b>	<b>-</b>	<b>213.4</b>

## PROVISIONS

Below is an account of how the change in loans to the general public has contributed to changes in provisions for expected credit losses.

Amounts in MSEK	Level 1	Level 2	Level 3	Total
Reported values as of 2023-01-01	3.6	0.2	18.2	22.1
New credits	0.1	0.0	0.0	0.1
Increased credit	0.1	0.0	0.0	0.1
Repaid credits	0.0	-0.2	0.0	-0.2
Reduced credit	-0.6	-0.2	0.0	-0.8
Change in parameters	-0.6	-0.1	0.0	-0.7
From stage 1 to 2	-0.6	1.3	-	0.7
From stage 1 to 3	0.0	-	0.0	0.0
From stage 2 to 3	-	0.0	0.0	0.0
From stage 2 to 1	0.0	0.0	-	0.0
<b>Reported values as of 2023-03-31</b>	<b>2.0</b>	<b>1.1</b>	<b>18.3</b>	<b>21.4</b>



## Note 6 Operating segments

DEVELOPMENT January – March Amounts in MSEK	Investment Banking		Private Banking		Other		The Group	
	2023	2022	2023	2022	2023	2022	2023	2022
<b>REVENUE</b>								
Commission revenue	27.6	48.5	11.9	14.8	-	-	39.5	63.3
Commission expenses	-0.1	-0.2	-2.7	-4.2	-	-	-2.8	-4.4
Interest revenue	0.4	0.3	5.3	4.3	1.6	-	7.3	4.6
Interest expenses	0.0	-0.3	-1.4	-0.1	-0.9	-	-2.3	-0.4
Net result of financial transactions	-4.1	-24.3	0.5	-0.2	-0.3	-	-3.9	-24.5
Other operating revenue	0.0	0.2	0.7	0.3	-	-	0.6	0.5
<b>Total revenue</b>	<b>23.7</b>	<b>24.2</b>	<b>14.3</b>	<b>14.9</b>	<b>0.4</b>	<b>-</b>	<b>38.4</b>	<b>39.1</b>
<i>Of which is internal commission revenue</i>	-	-0.3	-	0.3	-	-	-	-
<b>EXPENSES</b>								
General administration expenses	-10.1	-9.1	-5.5	-5.5	-21.4	-22.2	-37.0	-36.8
Depreciation and impairment of tangible and intangible fixed assets	-	-2.2	-	-0.9	-7.0	-	-7.0	-3.2
Other operating expenses	-	-	-	-	-	-	-	-
<b>Total operating expenses</b>	<b>-10.1</b>	<b>-11.4</b>	<b>-5.5</b>	<b>-6.5</b>	<b>-28.3</b>	<b>-22.2</b>	<b>-44.0</b>	<b>-40.0</b>
Credit losses, net	0.3	-0.4	0.8	-0.1	-	-	1.2	-0.4
<b>Contribution margin</b>	<b>14.0</b>	<b>12.4</b>	<b>9.5</b>	<b>8.4</b>	<b>-27.9</b>	<b>-22.2</b>	<b>-4.4</b>	<b>-1.4</b>
Overhead	-20.9	-17.3	-6.9	-4.9	27.8	22.2	-	-
Internal liquidity, net	-0.9	-	1.2	-	-0.2	-	-	-
Internal capital costn	-0.4	-	-0.4	-	0.8	-	-	-
<b>Result before bonuses</b>	<b>-8.2</b>	<b>-4.9</b>	<b>3.4</b>	<b>3.5</b>	<b>0.4</b>	<b>0.0</b>	<b>-4.4</b>	<b>-1.4</b>
Allocation to/reversal from bonus pool	-	-	-	-	-	1.3	-	1.3
Result from interests in associated companies	-	-	-	-	-4.5	-14.5	-4.5	-14.5
<b>Result before tax</b>	<b>-8.2</b>	<b>-4.9</b>	<b>3.4</b>	<b>3.5</b>	<b>-4.1</b>	<b>-13.2</b>	<b>-8.8</b>	<b>-14.6</b>

The Company mainly uses revenue and result before bonuses in the assessment of the operating segments' development. Result before tax is in line with the operating result according to the Report on the result in the Group.

## Note 7 Credit losses, net

Amounts in MSEK	January - March		October - December
	2023	2022	2022
Accounts receivable	0.5	-0.3	1.0
Credits	0.8	-0.1	-12.1
<b>Total</b>	<b>1.2</b>	<b>-0.4</b>	<b>-11.1</b>

## Note 8 Net commission income

January - March COMMISSION INCOME	2023			2022		
	Investment Banking	Private Banking	Total	Investment Banking	Private Banking	Total
<b>Primary services</b>						
Consulting services	19.3	-	19.3	40.3	-	40.3
Guarantee commission	3.5	-	3.5	2.4	-	2.4
Liquidity guarantee	2.3	-	2.3	2.6	-	2.6
Currency exchange		1.0	1.0	-	2.0	2.0
Brokerage	-	4.7	4.7	-	7.4	7.4
Management fees	-	5.9	5.9	-	5.2	5.2
Other	2.5	0.3	2.8	3.2	0.2	3.4
<b>Total</b>	<b>27.6</b>	<b>11.9</b>	<b>39.5</b>	<b>48.5</b>	<b>14.8</b>	<b>63.3</b>

### Time of revenue recognition

Services transferred to customer at a given date	32.7	60.6
Services transferred to customer over time	6.8	2.7

COMMISSION EXPENSES	2023	2022
Remuneration to affiliated agents	-2.8	-4.4
Other	-	-
<b>Total</b>	<b>-2.8</b>	<b>-4.4</b>

CONTRACTUAL ASSETS AND CONTRACTUAL LIABILITIES	31 March 2023	31 March 2022
Contractual assets	21.0	28.9
Contractual liabilities	-12.6	-8.0

## Note 9 Capital adequacy

Amounts in MSEK	Mangold Fondkommission AB		Consolidated situation	
	31 March 2023	31 March 2022	31 March 2023	31 March 2022
<b>CAPITAL BASE</b>				
Equity excluding the year's interim or annual results	171.7	170.8	217.7	230.7
(-) Intangible fixed assets	-2.2	-	-30.9	-31.3
(-) CET1 instruments in entities in the financial sector	-	-	-8.9	-
Reported result for the year adjusted for expected dividend	-3.9	-	-8.2	-14.8
Dividend resolved, not paid out	-	-14.2	-	-22.6
<b>Total Core Tier 1 capital</b>	<b>165.7</b>	<b>156.7</b>	<b>169.8</b>	<b>162.0</b>
Tier 1 capital contributions	-	-	-	-
(-) Deductions for Tier 1 capital contributions	-	-	-	-
<b>Total Tier 1 capital</b>	<b>165.7</b>	<b>156.7</b>	<b>16.8</b>	<b>162.0</b>
Supplementary capital contributions	-	-	-	-
(-) Deduction for supplementary capital contributions	-	-	-	-
<b>Total supplementary capital</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total capital base</b>	<b>165.7</b>	<b>156.7</b>	<b>169.8</b>	<b>162.0</b>
<b>CAPITAL REQUIREMENTS PILLAR 1</b>				
Capital requirements for credit risk according to the standard method	18.8	22.3	34.8	42.3
Capital requirements for market risk according to the standard method	7.0	8.2	7.6	8.6
- of which are capital requirements for position risk	7.0	8.2	7.0	8.2
- of which are capital requirements for currency risk	-	-	0.6	0.4
Capital requirements for operational risk according to the basic method	34.3	33.4	34.0	35.2
<b>Total minimum capital requirements</b>	<b>60.0</b>	<b>64.0</b>	<b>76.4</b>	<b>86.1</b>
<b>Surplus capital</b>	<b>105.6</b>	<b>92.7</b>	<b>93.4</b>	<b>75.9</b>
<b>RISK-WEIGHTED EXPOSURE AMOUNTS</b>				
Risk-weighted amount, credit risks	234.7	279.3	434.6	528.7
Risk-weighted amount, market risks	87.8	102.1	95.1	107.4
- of which are capital requirements for position risk	87.8	102.0	87.8	102.1
- of which are capital requirements for currency risk	0.0	0.1	7.3	5.3
Risk-weighted amount, operational risk	428.2	418.1	425.6	440.0
<b>Total risk-weighted exposure amount</b>	<b>750.6</b>	<b>799.6</b>	<b>955.3</b>	<b>1 076.1</b>
<b>Core Tier 1 capital ratio, %</b>	<b>22.1%</b>	<b>19.6%</b>	<b>17.8%</b>	<b>15.1%</b>
<b>Tier 1 capital ratio, %</b>	<b>22.1%</b>	<b>19.6%</b>	<b>17.8%</b>	<b>15.1%</b>
<b>Capital adequacy ratio, %</b>	<b>22.1%</b>	<b>19.6%</b>	<b>17.8%</b>	<b>15.1%</b>
Capital conservation buffer, %	2.5%	2.5%	2.5%	2.5%
Pillar 2 guide, %	-	-	-	-
Countercyclical capital buffer, %	1.0%	-	1.0%	-
Systemic risk buffer, %	-	-	-	-
Buffer for global systemically important institutions, %	-	-	-	-
<b>Institution-specific buffer requirement, %</b>	<b>3.5%</b>	<b>2.5%</b>	<b>3.5%</b>	<b>2.5%</b>
<b>Core Tier 1 capital available as a buffer, %</b>	<b>14.1%</b>	<b>11.6%</b>	<b>9.8%</b>	<b>9.1%</b>
<b>Total pillar 2 basic requirement</b>	<b>5.2</b>	<b>8.0</b>	<b>8.1</b>	<b>11.4</b>
<b>Total assessed capital requirement</b>	<b>91.5</b>	<b>91.9</b>	<b>117.9</b>	<b>124.3</b>
<b>Surplus capital after buffer requirements and pillar 2</b>	<b>74.1</b>	<b>64.8</b>	<b>51.9</b>	<b>37.6</b>



## Note 9 Capital adequacy continued

### CAPITAL ADEQUACY KEY FINANCIAL RATIOS AND LIQUIDITY

Amounts in MSEK		Mangold Fondkommission		Consolidated situation	
		31 March 2023	31 March 2022	31 March 2023	31 March 2022
<b>AVAILABLE CAPITAL BASE (amounts)</b>					
1	Core Tier 1 capital	165.7	156.7	169.8	162.0
2	Tier 1 capital	165.7	156.7	169.8	162.0
3	Total capital	165.7	156.7	169.8	162.0
<b>RISK-WEIGHTED EXPOSURE AMOUNTS</b>					
4	Total risk-weighted exposure amounts	750.6	799.6	955.3	1 076.1
<b>CAPITAL RATIOS (as a percentage of the risk-weighted exposure amount)</b>					
5	Core Tier 1 capital ratio (in %)	22.1%	19.6%	17.8%	15.1%
6	Tier 1 capital ratio (in %)	22.1%	19.6%	17.8%	15.1%
7	Total capital ratio (in %)	22.1%	19.6%	17.8%	15.1%
<b>ADDITIONAL CAPITAL BASE REQUIREMENTS FOR MANAGING RISKS OTHER THAN THE RISK OF TOO LOW A LEVERAGE RATIO (as a percentage of the risk-weighted exposure amount)</b>					
EU 7a	Additional capital base requirements for managing risks other than the risk of too low a leverage ratio (in %)	-	-	-	-
EU 7b	of which: shall consist of Core Tier 1 capital (in percentage points)	-	-	-	-
EU 7c	of which: shall consist of Tier 1 capital (in percentage points)	-	-	-	-
EU 7d	Total capital requirements for review & evaluation process (in percentage points)	8.0%	8.0%	8.0%	8.0%
<b>COMBINED BUFFER REQUIREMENTS AND OVERALL CAPITAL REQUIREMENTS (as a percentage of the risk-weighted exposure amount)</b>					
8	Capital conservation buffer (in %)	2.5%	2.5%	2.5%	2.5%
EU 8a	Conservation buffer due to macroprudential risks or systemic risks identified at Member State level (in %)	-	-	-	-
9	Institution-specific countercyclical capital buffer (in %)	1.0%	-	1.0%	-
EU 9a	Systemic risk buffer (in %)	-	-	-	-
10	Buffer for global systemically important institutions (in %)	-	-	-	-
EU 10a	Buffer for other systemically important institutions (in %)	-	-	-	-
11	Combined buffer requirements (in %)	3.5%	2.5%	3.5%	2.5%
EU 11a	Overall capital requirements (in %)	11.5%	10.5%	11.5%	10.5%
12	Available Core Tier 1 capital after meeting the total capital base requirements for the review and evaluation process (in %)	10.6%	9.1%	6.3%	4.6%
<b>LEVERAGE RATIO LEVEL</b>					
13	Total exposure measure	820.2	901.5	899.4	901.5
14	Leverage ratio level (in %)	20.3%	17.4%	18.9%	18.0%
<b>ADDITIONAL CAPITAL BASE REQUIREMENTS FOR MANAGING THE RISK OF TOO LOW A LEVERAGE RATIO (as a percentage of the total exposure measure)</b>					
EU 14a	Additional capital base requirements for managing the risk of too low a leverage ratio (in %)	-	-	-	-
EU 14b	of which: shall consist of Core Tier 1 capital (in percentage points)	-	-	-	-
EU 14c	Total requirements for leverage ratio for the review and evaluation process (in %)	-	-	-	-

## Note 9 Capital adequacy *continued*

Amounts in MSEK		<i>Mangold Fondkommission</i>		<i>Consolidated situation</i>	
		<b>31 March 2023</b>	<b>31 March 2022</b>	<b>31 March 2023</b>	<b>31 March 2022</b>
<b>LEVERAGE RATIO BUFFER AND OVERALL LEVERAGE RATIO REQUIREMENTS</b> (as a percentage of the total exposure measure)					
EU 14d	Requirement on leverage ratio buffer (in %)	3.0%	3.0%	3.0%	3.0%
EU 14e	Overall leverage ratio requirements (in %)	3.0%	3.0%	3.0%	3.0%
<b>LIQUIDITY COVERAGE RATIO</b>					
15	Total high-quality liquid assets (average)	202.5	241.5	202.5	241.5
EU 16a	Liquidity outflows (average)	114.9	121.4	114.9	121.4
EU 16b	Liquidity inflows (average)	6.7	6.8	7.0	7.1
16	Total net liquidity outflows (adjusted value)	108.2	114.5	108.0	114.4
17	Liquidity coverage ratio (in %)	188.3%	213.4%	188.6%	213.7%
<b>NET STABLE FUNDING RATIO</b>					
18	Total available stable funding	737.2	785.6	796.8	773.4
19	Total need for stable funding	446.1	449.0	490.8	417.7
20	Net stable funding ratio (in %)	165.3%	175.0%	162.3%	185.2%

The table is also published in Mangold's publication of information on risk and capital adequacy in accordance with Pillar 3 in a separate report on [www.mangold.se](http://www.mangold.se).

On 26 June 2021, the Securities Companies Ordinance (2019/2933/EU) and the Securities Companies Directive (2019/2034/EU) entered into force. As of 26 June 2021, Mangold is classified as a securities-oriented credit institution. Consequently, Mangold will continue to be covered by the Supervisory Regulation and the Supervisory Directive and not by the Securities Companies Ordinance and the Securities Companies Directive.

## Note 10 Key financial ratio definitions

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Mangold prepares the financial statements in accordance with IAS 34 Interim Financial Reporting and applicable provisions in the Swedish Act (1995:1559) on annual accounts in credit institutions and securities companies (ÅRKL). The interim report contains a number of alternative key financial ratios that provide information to the reader that enables better comparability between the periods.

### KEY FINANCIAL RATIOS AND DEFINITIONS

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#### Number of shares outstanding

Number of shares at the end of the period.

### PURPOSE

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Provides a view of the Company's number of shares that are traded on the stock exchange.

#### Average number of shares outstanding

The sum of the number of shares at the beginning and end of the period, divided by two.

Provides a level view of the Company's outstanding shares for the period and provides a view of the Company's number of shares traded on the stock exchange, taking into account any dilution.

#### Number of employees

Average number of employees for the period.

Provides an indication of the Company's organisational development.

#### Operating result per employee

Operating result divided by the number of employees.

Shows how much each person in the Company contributed on average to the operating result.

#### Earnings per share

Result for the quarter after tax divided by the number of shares at the end of the period.

Provides investors an overview of the Company's profitability in relation to the total number of shares.

#### Balance sheet total

The sum of the asset side or the sum of liabilities and equity.

Provides a view of the size of the Company's assets, equity and liabilities.

#### Loans to the general public

Lending of money to the general public.

Provides more comparative information between the periods.

#### Deposits from the general public

Depositing of money from the general public.

Provides more comparative information between the periods.

#### Number of assignments with a recurring revenue

The number of assignments that generate a recurring fee.

Provides a view of the number of assignments that form the basis of stable sources of income for the Company.

#### Number of trusts

The number of trusts at the end of the period.

Provides an understanding of the number of customers who deposit securities in a trust with Private Banking.

### KEY FINANCIAL RATIOS DEFINED IN CAPITAL REQUIREMENT

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#### Leverage ratio

Tier 1 capital as a percentage of assets and commitments off the balance sheet.

Provides a view of the Company's capital situation. Complementary capital measures, which do not take risk levels into account, to capital adequacy ratio.

#### Liquidity coverage ratio

High-quality liquid assets in relation to an estimated net liquidity outflow over a period of 30 days.

Shows the amount of liquid assets the Company needs to manage a situation where the financial markets are basically closed for 30 days.

#### Stable funding ratio

Available stable funding as a percentage of the need for stable funding.

Provides an understanding of whether the Company has stable financing to cover its financing needs from a one-year perspective, under both normal and stressed conditions.

#### Capital adequacy ratio

Capital base as a percentage of total risk-related exposure amount. For a detailed calculation, see Note 9.

Provides a view of how protected the Company is against the Company's financial risks.

## Note 10 Key financial ratio definitions *continued*

### KEY FINANCIAL RATIOS AND DEFINITIONS

### PURPOSE

#### ALTERNATIVE KEY FINANCIAL RATIOS

##### Return on equity, %

Net result as a percentage of average equity. Average equity has been calculated as opening plus closing equity divided by two.

Provides an understanding of the number of customers who deposit securities in a trust with Private Banking.

##### Return on assets, %

Net result as a percentage of total assets.

Provides an understanding of the Company's profitability in relation to its total capital.

##### Operating margin

Operating result as a percentage of total revenue.

Provides an understanding of the reported profitability generated by the Company between periods.

##### Equity per share

Equity at the end of the period divided by the number of shares at the end of the period.

Provides a view of how large the Company's equity is in relation to the Company's number of shares.

##### Equity/asset ratio

Equity as a percentage of balance sheet total.

A measure of the Company's capital structure and how the Company has chosen to finance its assets.

##### Assets under administration

The value of the total capital administered by Mangold at the end of the period.

Provides a view of the total assets for which the Company provides administrative services.

Reconciliation tables for alternative key financial ratios	January - March		October - December
	2023	2022	2022
<i>Return on equity, %</i>			
Net result	-8.2	-14.8	0.2
Average equity	213.6	223.3	217.6
<b>Return on equity, %</b>	<b>-3.8%</b>	<b>-6.7%</b>	<b>0.1%</b>
<i>Return on assets, %</i>			
Net result	-8.2	-14.8	0.2
Total assets	924.2	938.3	872.3
<b>Return on assets, %</b>	<b>-0.9%</b>	<b>-1.6%</b>	<b>0.0%</b>
<i>Operating margin, %</i>			
Operating result	-8.8	-14.6	-0.7
Total revenue	36.1	20.7	38.2
<b>Operating margin, %</b>	<b>-24.3%</b>	<b>-70.6%</b>	<b>-1.7%</b>
<i>Equity per share (SEK)</i>			
Equity at the end of the period (SEK)	209 552 610	215 898 125	217 711 484
Number of shares at the end of the period	467 582	458 937	467 582
<b>Equity per share (SEK)</b>	<b>448.2</b>	<b>470.4</b>	<b>465.6</b>
<i>Equity/asset ratio, %</i>			
Equity	209.6	215.9	217.7
Balance sheet total	924.2	938.3	872.3
<b>Equity/asset ratio, %</b>	<b>22.7%</b>	<b>23.0%</b>	<b>25.0%</b>



## Note 11 Adjustments

In conjunction with the preparation of the quarterly report, adjustments have been made to the presentation of the cash flow analysis. The adjustment has the following effects on classification between items in the cash flow analysis.

<i>January - March</i>	According to previous accounting principles		Adjustment		New tabulation	
	2023	2022	2023	2022	2023	2022
Adjustment for items not included in the cash flow	10.2	7.9	-	28.9	10.2	36.9
Interest paid	-0.0	0.0	-	2.7	-0.0	2.7
Tax paid	-10.3	-4.4	-	-0.8	-10.3	-5.2
Cash flow from operating activities before changes in working capital	-8.9	-11.1	-	30.9	-8.9	19.8
Liquid assets at the end of the period	-5.3	26.8	-	-38.6	-5.3	-11.8
Increase(-)/Decrease(+) of operating receivables	-41.5	-0.4	-	0.8	-41.5	0.3
Increase(-)/Decrease(+) of operating liabilities	71.9	-59.6	-	0.6	71.9	-59.0
Cash flow from operating activities	16.1	-44.3	-	-6.3	16.1	-50.7
Acquisition/Disposal of tangible fixed assets	-0.6	2.0	-	-2.1	-0.6	-0.1
Acquisition of financial assets	0.0	-2.9	-	2.9	0.0	0.0
Sale of fixed assets	0.0	0.0	-	5.7	0.0	5.7
Cash flow from investment activities	-1.9	-1.6	-	6.4	-1.9	4.8
Amortisation of lease liabilities	-4.8	-2.1	-	-0.1	-4.8	-2.2
Cash flow from financing activities	-4.8	-6.1	-	-0.1	-4.8	-6.2

## Note 12 Pledged collateral and contingent liabilities

### Pledged collateral

Amounts in MSEK	31 March 2023	31 December 2022	31 March 2022
Liquid assets	72.3	25.3	55.3
Eligible treasury bonds	44.8	43.7	43.9
<b>Total</b>	<b>117.1</b>	<b>69.0</b>	<b>99.3</b>

The Group has pledged collateral in the form of liquid assets and eligible treasury bonds for the settlement of securities. At any given time, the Group's bank has the right to call on pledged collateral to the extent that the Group does not fulfil its obligations to transfer sufficient cash for the settlement of agreed securities transactions.

### Contingent liabilities (liability obligations)

Amounts in MSEK	31 March 2023	31 December 2022	31 March 2022
Non-utilised credit facilities	68.7	55.9	73.5
Other	-	-	-
<b>Total</b>	<b>68.7</b>	<b>55.9</b>	<b>73.5</b>

# Declaration from the Board of Directors

The Board of Directors affirms that this interim report provides a fair overview of the Company's operations, position, and results, and describes significant risks and uncertainties which the Group is facing.

**Stockholm, 19 April 2023**

**Per Åhlgren**  
Chair of the Board

**Per-Anders Tammerlöv**  
CEO

**Birgit Köster Hoffmann**  
Board member

**Helene Holm**  
Board member

**Petra Holmberg**  
Board member

**Upcoming reports:**

Interim Report, April to June 2023, 12 July 2023

Interim Report, July to September 2023, 18 October 2023

Year-end Report for 2023, 31 January 2024





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