

Føroya Banki

Financials
Denmark

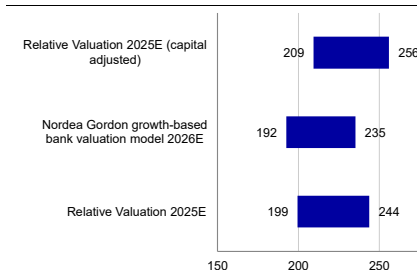
KEY DATA

Stock country	Faroe Islands
Bloomberg	FOBANK DC
Reuters	FORBANK.CO
Share price (close)	DKK 186.5
Free float	65%
Market cap. (bn)	EUR 0.24/DKK 1.78
Website	www.banknordik.com
Next report date	30 Apr 2025

PERFORMANCE



VALUATION APPROACH (DKK/SHARE)



Source: Nordea estimates

ESTIMATE CHANGES

Year	2025E	2026E	2027E
Total revenue	-4%	-4%	n.a.
Total costs	2%	2%	n.a.
Profit before loan losses	-11%	-10%	n.a.
PTP	1%	-3%	n.a.
DPS (ord)	-29%	-3%	n.a.
EPS (adj)	-3%	-6%	n.a.

Source: Nordea estimates

Nordea IB & Equity - Analysts

Mathias Nielsen
Associate Director

22% of market cap in capital distribution

Føroya Banki reported a soft Q4, as profit before loan losses landed at DKK 46m, DKK 8m (6%) below our estimate. This was mainly driven by significant deposit inflow, margin pressure and increased staff and IT costs. Føroya Banki proposed 2024 total dividends of DKK 350m. We trim 2025E-26E NII by ~3% and estimate 2025 net profit of DKK 220m, a tad below the midpoint of the guidance range of DKK 210-240m. Our new Gordon growth-based fair value range is DKK 192-235 (204-249).

Asset quality and net commission income remained strong in Q4

Føroya Banki reported Q4 net profit in line with our estimate of DKK 72m. The result was supported by solid asset quality, with the bank reporting loan loss reversals of DKK 11m. Net commission income beat our estimate by 7%, while costs came in at DKK 72m, 4% higher (i.e. worse) than our estimate. Meanwhile, Q4 NII was DKK 78m, DKK 7m (8%) below our estimate. The miss on NII was led by robust deposit inflow of DKK ~600m during Q4, as Føroya Banki books the interest expense on NII, while the return from placing the excess liquidity, e.g. at the central bank, is booked as income on the investment portfolio earnings line in the P&L.

We raise 2025E net profit by 1%, 2026E net profit trimmed by 3%

We lower 2025E-26E profit before loan losses by ~10% to reflect pressure from lower interest rates. This is offset by increased estimated earnings from investment portfolios. We estimate 2025E net profit of DKK 220m with our assumption being one more rate cut than Føroya Banki's outlook reflects. Each rate cut of 25bp below our estimate would likely add DKK 3-4m to 2025E net profit. Our estimate is hence at the midpoint of the 2025 guidance range (DKK 210-240m).

Extraordinary dividend confirms capital discipline

The 2024 annual report proposed an ordinary dividend of DKK 217m alongside an extraordinary dividend of DKK 133m, totalling payments of DKK 350m. The significant capital distribution corresponds to a payout ratio of 113%, i.e. ~22% of market cap. The payout compensates for the amount the bank withheld last year amid uncertainty about the impact on REA from Faroese and Greenlandic real estate exposures. Føroya Banki reiterated its dividend policy, 70% of net profit, which steadily pushes the CET1 ratio towards the 2026 target of 23%. We estimate a 2026 CET1 ratio of 23.5%. We view the continuance of strong capital discipline as particularly positive, considering investors' sustained focus on dividend policies amid tougher rate environments.

SUMMARY TABLE - KEY FIGURES

DKKm	2021	2022	2023	2024	2025E	2026E	2027E
Total revenue	407	447	528	502	479	492	507
Total costs	236	244	259	273	280	282	285
LL-ratio	-1.01%	-0.59%	-0.12%	-0.01%	0.24%	0.32%	0.40%
PTP	340	207	379	366	271	267	270
RoE	12.7%	7.9%	16.8%	15.0%	11.0%	11.0%	10.8%
RoTBV (adj)	9.2%	7.6%	16.5%	14.8%	10.6%	10.6%	10.5%
P/E (adj)	6.8	8.9	5.2	5.4	8.4	8.6	8.5
P/BV	0.66	0.72	0.85	0.75	0.92	0.90	0.87
P/TBV	0.66	0.72	0.85	0.75	0.92	0.90	0.87
BIS III CT1-ratio	23.8%	21.6%	25.8%	23.8%	23.7%	23.5%	23.4%
DPS (ord, DKK)	40.33	26.12	8.36	36.56	16.08	15.80	15.99
Dividend Yield (ord)	28.70%	19.20%	5.08%	22.57%	8.62%	8.47%	8.58%
Total payout ratio	1.42	1.64	0.26	1.19	0.70	0.70	0.70

Source: Company data and Nordea estimates

Q4 2024 results

Q4 2024 RESULTS VS. OUR ESTIMATES

	Actual	NDA	Deviation		Actual	q/q	Actual	y/y
DKKm	Q4 24	Q4 24E	vs. Actual		Q3 24	growth	Q4 23	growth
Net interest income	78	85	-7	-8%	87	-10%	100	-22%
Net fee and commission income	19	18	1	7%	18	5%	17	9%
Net insurance income	10	12	-2	-13%	20	-47%	12	-14%
Other income	9	10	-1	-6%	10	-10%	4	-
Total Income	117	124	-8	-6%	135	-13%	133	-12%
Total Expenses	-72	-69	-3	4%	-69	5%	-65	10%
Profit before loan losses	46	55	-9	-17%	66	-30%	68	-32%
Loan losses	11	0	11	-	6	96%	-5	-
Operating profit	57	55	2	3%	72	-21%	62	-9%
Earnings from investment portfolio	31	33	-2	-6%	48	-35%	46	-33%
Non-recurring and industry solutions	0	0	0	-	0	-	0	-
Pre tax profit	88	88	0	0%	120	-27%	109	-19%
Discontinued operations before tax	0	0	0	-	0	-	0	-
Taxes	-15	-17	1	-8%	-23	-34%	-20	-24%
Net profit	72	72	0	0%	96	-25%	89	-18%
CET1 ratio	23.8%	24.2%	-0.4 pp		25.1%	-1.3 pp	25.8%	-2.0 pp

Source: Company data and Nordea estimates

Estimates

CHANGES TO OUR ESTIMATES

	New estimates			Old estimates			Change (%)			Change		
	2025E	2026E	2027E	2025E	2026E	2027E	2025E	2026E	2027E	2025E	2026E	2027E
DKKm												
Net interest income	303	309	309	323	329	-	-6%	-6%	-	-20	-20	-
Net fee and commission income	77	80	80	75	78	-	2%	2%	-	2	2	-
Net insurance income	57	60	60	58	60	-	-1%	-1%	-	0	0	-
Other income	42	43	43	43	44	-	-2%	-2%	-	-1	-1	-
Total Income	479	492	492	499	512	-	-4%	-4%	-	-20	-20	-
Total Expenses	-280	-282	-282	-275	-277	-	2%	2%	-	-5	-5	-
Profit before loan losses	199	210	210	224	234	-	-11%	-10%	-	-25	-25	-
Loan losses	-23	-31	-31	-35	-40	-	-36%	-23%	-	13	9	-
Operating profits	176	179	179	189	194	-	-7%	-8%	-	-13	-16	-
Earnings from investment portfolio	95	88	88	80	80	-	19%	10%	-	15	8	-
Non-recurring and industry solutions	0	0	0	0	0	-	-	-	-	0	0	-
Profit before tax	271	267	267	269	274	-	1%	-3%	-	2	-8	-
Discontinued operations before tax	0	0	0	0	0	-	-	-	-	0	0	-
Taxes	-52	-51	-51	-51	-52	-	1%	-3%	-	0	1	-
Net profit	220	216	216	218	222	-	1%	-3%	-	2	-6	-
EPS adj, DKK	22.1	21.7	21.7	22.8	23.2	-	-3%	-6%	-	-0.6	-1.5	-
DPS, DKK	16.1	15.8	15.8	22.7	16.2	-	-29%	-3%	-	-6.7	-0.4	-
CET1 ratio	23.7%	23.5%	23.5%	23.3%	23.3%	-	-	-	-	0.4pp	0.2pp	-

Source: Company data and Nordea estimates

Reported numbers and forecasts

QUARTERLY KEY DATA

SHARE DATA

DKKm	Q1 24	Q2 24	Q3 24	Q4 24	Q1 25E	Q2 25E	Q3 25E	Q4 25E
EPS, DKK	3.92	5.78	5.99	4.24	3.61	3.11	3.22	2.60
EPS adj, DKK	3.92	5.78	5.99	4.24	3.61	3.11	3.22	2.60
BVPS	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
TVBS	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
DPS, DKK								
Dividend pay-out ratio								
Share repurchases (per share)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total pay-out ratio	0%	0%	0%	0%	0%	0%	0%	0%
Share price (period end)	153.00	150.00	152.00	162.00	186.50	186.50	186.50	186.50
Market cap. (m)	2,921	4,296	5,804	7,732	8,902	8,902	8,902	8,902
Dil. number of shares period end (m)	19	29	38	48	48	48	48	48

VALUATION

(x)	Q1 24	Q2 24	Q3 24	Q4 24	Q1 25E	Q2 25E	Q3 25E	Q4 25E
P/E	9.8	6.5	6.3	9.5	12.9	15.0	14.5	18.0
P/E (adj.)	9.8	6.5	6.3	9.5	12.9	15.0	14.5	18.0
P/BV	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
P/TBV	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Dividend yield								
Total yield								

CAPITAL RATIOS

%	Q1 24	Q2 24	Q3 24	Q4 24	Q1 25E	Q2 25E	Q3 25E	Q4 25E
BIS II Trans. CET1-ratio	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
BIS II Trans. T1-ratio	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
BIS II Trans. T2-ratio	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
BIS III CET1-ratio	25.0%	25.6%	25.1%	23.8%	23.6%	23.3%	23.1%	23.7%
BIS III T1-ratio	27.0%	27.5%	25.1%	23.8%	23.6%	23.3%	23.1%	23.7%
BIS III T2-ratio	28.6%	29.2%	26.5%	25.2%	25.0%	24.7%	24.4%	25.0%
Tang. Equity/Assets	13.6%	14.1%	14.2%	14.3%	12.2%	12.5%	12.8%	13.0%
Tang. Equity/Lending	20.4%	21.1%	22.0%	22.8%	19.5%	19.9%	20.3%	20.6%
Leverage ratio	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

CREDIT QUALITY

DKKm	Q1 24	Q2 24	Q3 24	Q4 24	Q1 25E	Q2 25E	Q3 25E	Q4 25E
Impaired loans	0	0	0	0	0	0	0	0
Loan loss reserves	307	306	304	303	301	300	298	297
Coverage ratio	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
Loan loss reserves / Total loans	3.45%	3.41%	3.36%	3.33%	3.30%	3.26%	3.22%	3.18%
Impaired loans / Total loans	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Collective/total provisions	0%	0%	0%	0%	0%	0%	0%	0%
Perf. Impaired loans/Impaired loans	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Loan loss ratio	1.02%	-0.30%	-0.25%	-0.50%	0.00%	0.22%	0.32%	0.43%
Growth loan loss reserves (y/y)	-2%	-2%	-2%	-2%	-2%	-2%	-2%	-2%
Growth impaired loans (y/y)	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.

PROFITABILITY

Adjusted for non-rec. Items	Q1 24	Q2 24	Q3 24	Q4 24	Q1 25E	Q2 25E	Q3 25E	Q4 25E
RoE	12.0%	18.6%	19.6%	14.2%	13.1%	12.0%	12.1%	9.5%
RoTBV	12.0%	18.7%	19.7%	14.2%	13.1%	12.0%	12.1%	9.5%
C/I	-48.0%	-51.9%	-50.9%	-61.1%	-56.0%	-59.2%	-56.3%	-62.3%
NII-margin	4.15%	3.99%	3.83%	3.44%	3.33%	3.26%	3.25%	3.26%

REVENUE DISTRIBUTION

Adjusted for non-rec. Items	Q1 24	Q2 24	Q3 24	Q4 24	Q1 25E	Q2 25E	Q3 25E	Q4 25E
Net Interest Income	69%	68%	64%	67%	64%	63%	61%	65%
Net Commission Income	14%	13%	13%	16%	17%	15%	15%	17%
Net result from financial transactions	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Net insurance income	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Other Income	8%	8%	8%	8%	9%	9%	8%	9%

Source: Company data and Nordea estimates

QUARTERLY INCOME STATEMENT AND BALANCE SHEET**INCOME STATEMENT**

DKKkm	Q1 24	Q2 24	Q3 24	Q4 24	Q1 25E	Q2 25E	Q3 25E	Q4 25E
Net Interest Income	92	90	87	78	76	75	75	76
Net Commission Income	19	17	18	19	20	18	19	20
Net result from financial transactions	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Net insurance income	12	15	20	10	12	15	20	10
Other income	11	10	10	9	11	11	11	11
Total revenues	135	132	135	117	119	118	124	117
Staff costs	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Other operating costs	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Depreciation	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Total Expenses	65	68	69	72	66	70	70	73
Profit before loan losses	70	63	66	46	52	48	54	44
Loan losses	-23	7	6	11	0	-5	-8	-10
Write-downs on assets	0	0	0	0	0	0	0	0
Operating profit	70	105	120	88	78	67	70	56
Taxes	-15	-18	-23	-15	-15	-13	-13	-11
Discontinued operations	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Minority interest	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Net profit to equity	55	87	96	72	63	54	57	46

BALANCE SHEET

DKKkm	Q1 24	Q2 24	Q3 24	Q4 24	Q1 25E	Q2 25E	Q3 25E	Q4 25E
Cash / Interbank	1,786	2,083	2,619	2,696	2,696	2,696	2,696	2,696
Loans to credit institutions	618	437	354	311	311	311	311	311
Loans to the public	8,915	9,023	9,072	9,086	9,159	9,232	9,306	9,380
Goodwill and other intangibles	5	5	6	5	5	5	5	5
Total assets	13,377	13,492	14,055	14,512	14,584	14,657	14,731	14,806
Interbank/owed to credit institutions	688	684	963	823	823	823	823	823
Deposits	9,043	9,227	9,410	10,065	10,065	10,065	10,065	10,065
Subordinated loans	100	100	100	100	100	100	100	100
Minority interest	5	6	7	8	8	8	8	8
Shareholders equity	1,824	1,909	2,004	2,076	1,788	1,841	1,894	1,936
Total equity and liabilities	13,377	13,492	14,055	14,512	14,584	14,657	14,731	14,806
Loans to deposits	99%	98%	96%	90%	91%	92%	92%	93%
Non-mortg. loans to deposits	99%	98%	96%	90%	91%	92%	92%	93%
LCR	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
NSFR	0%	0%	0%	0%	0%	0%	0%	0%

GROWTH (Y/Y)

Adjusted for non rec.items	Q1 24	Q2 24	Q3 24	Q4 24	Q1 25E	Q2 25E	Q3 25E	Q4 25E
Net interest income	19%	4%	-10%	-22%	-18%	-16%	-13%	-3%
Net commission income	-9%	-9%	-7%	10%	3%	5%	5%	4%
Total Revenues	20%	-2%	-9%	-12%	-12%	-10%	-8%	0%
Staff costs	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Total expenses	2%	6%	5%	9%	3%	3%	2%	2%
Profit before loan losses	44%	-10%	-20%	-33%	-26%	-24%	-18%	-3%
Operating profit	-11%	14%	11%	-20%	11%	-36%	-42%	-36%
Net profit to equity	-14%	17%	9%	-18%	15%	-37%	-41%	-37%
Loans to the public (rep)	7%	4%	3%	2%	3%	2%	3%	3%
Deposits	6%	9%	9%	15%	11%	9%	7%	0%
Assets	7%	8%	12%	12%	9%	9%	5%	2%
REA growth (BIS Trans)	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
REA growth (BIS III)	-5%	-2%	-2%	5%	3%	7%	6%	4%

Source: Company data and Nordea estimates

ANNUAL KEY DATA**SHARE DATA**

DKKm	2018	2019	2020	2021	2022	2023	2024	2025E	2026E	2027E
EPS, DKK	26.55	21.70	17.49	28.50	15.91	32.12	30.71	22.97	22.57	22.85
EPS adj, DKK	19.95	22.95	16.91	20.66	15.33	31.54	30.27	22.13	21.74	22.01
BVPS	207.6	238.5	237.9	212.7	189.8	193.3	216.9	202.2	207.7	213.7
TVBS	206.9	237.5	237.6	212.4	189.5	193.1	216.3	201.7	207.1	213.1
DPS (tot., DKK)	7.32	0.00	52.14	40.33	26.12	8.36	36.56	16.08	15.80	15.99
Dividend pay-out ratio	37%	0%	308%	195%	170%	26%	121%	73%	73%	73%
Share repurchases (per share)	0.00	1.61	0.70	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total pay-out ratio	27%	7%	303%	142%	164%	26%	119%	70%	70%	70%
Share price (period end)	109	109	152	141	136	165	162	187	187	187
Market cap. (m)	1,038	1,034	1,451	1,345	1,302	1,575	1,551	1,785	1,785	1,785
Dil. number of shares	10	9	10	10	10	10	10	10	10	10

VALUATION

(x)	2018	2019	2020	2021	2022	2023	2024	2025E	2026E	2027E
P/E	4.1	5.0	8.7	4.9	8.5	5.1	5.3	8.1	8.3	8.2
P/E (adj.)	5.4	4.8	9.0	6.8	8.9	5.2	5.4	8.4	8.6	8.5
P/BV	0.52	0.46	0.64	0.66	0.72	0.85	0.75	0.92	0.90	0.87
P/TBV	0.52	0.46	0.64	0.66	0.72	0.85	0.75	0.92	0.90	0.87
Dividend yield (tot.)	6.7%	0.0%	34.3%	28.7%	19.2%	5.1%	22.6%	8.6%	8.5%	8.6%
Total yield	6.7%	1.5%	34.8%	28.7%	19.2%	5.1%	22.6%	8.6%	8.5%	8.6%

CAPITAL RATIOS

%	2018	2019	2020	2021	2022	2023	2024	2025E	2026E	2027E
BIS II Trans. CET1-ratio	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
BIS II Trans. Capital ratio	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
BIS III CET	1,874	2,023	2,206	1,629	1,556	1,758	1,712	1,768	1,823	1,878
BIS III REA	10,621	10,764	9,774	6,841	7,195	6,819	7,180	7,475	7,742	8,019
BIS III CET1-ratio	17.6%	18.8%	22.6%	23.8%	21.6%	25.8%	23.8%	23.7%	23.5%	23.4%
BIS III T1-ratio	17.6%	20.2%	24.1%	26.0%	23.7%	28.0%	23.8%	23.7%	23.5%	23.4%
BIS III Capital ratio	19.8%	22.3%	26.4%	27.5%	25.1%	29.4%	25.2%	25.0%	24.8%	24.7%
Tang. Equity/Assets	11.9%	12.4%	13.1%	17.2%	14.9%	14.3%	14.3%	13.0%	13.1%	13.2%
Tang. Equity/Lending	19.9%	22.7%	29.8%	26.7%	22.4%	20.8%	22.8%	20.6%	20.4%	20.3%
Leverage ratio	11.2%	11.1%	12.8%	13.8%	12.8%	13.6%	11.8%	11.9%	12.0%	12.1%

CREDIT QUALITY

DKKm	2018	2019	2020	2021	2022	2023	2024	2025E	2026E	2027E
Impaired loans	0	0	0	0	0	0	0	0	0	0
Loan loss reserves	607	496	328	321	315	309	303	297	291	285
Coverage ratio	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
Loan loss reserves / Total loans	6.23%	5.00%	3.74%	4.22%	4.01%	3.64%	3.37%	3.21%	3.04%	2.88%
Impaired loans / Total loans	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Collective/total provisions	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
Perf. Impaired loans/Impaired loans	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
Loan loss ratio	-1.14%	-1.06%	-0.06%	-1.01%	-0.59%	-0.12%	-0.01%	0.24%	0.32%	0.40%
Growth loan loss reserves (y/y)	19%	-18%	-34%	-2%	-2%	-2%	-2%	-2%	-2%	-2%
Growth impaired loans (y/y)	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.

PROFITABILITY

Adjusted for non-rec. Items	2018	2019	2020	2021	2022	2023	2024	2025E	2026E	2027E
RoE	10.2%	10.3%	7.1%	9.2%	7.6%	16.5%	14.8%	10.6%	10.6%	10.4%
RoTBV	10.2%	10.3%	7.1%	9.2%	7.6%	16.5%	14.8%	10.6%	10.6%	10.5%
C/I	-71.9%	-71.9%	-61.4%	-58.0%	-54.6%	-49.0%	-54.4%	-58.4%	-57.4%	-56.2%
NI-margin	3.83%	3.67%	2.87%	3.32%	3.34%	4.16%	3.62%	3.17%	3.13%	3.10%

REVENUE DISTRIBUTION

Adjusted for non-rec. Items	2018	2019	2020	2021	2022	2023	2024	2025E	2026E	2027E
Net Interest Income	59%	55%	65%	62%	59%	67%	65%	61%	61%	60%
Net Commission Income	27%	29%	16%	19%	20%	15%	15%	16%	16%	16%
Net result from financial transactions	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
Net insurance income	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
Other Income	7%	7%	6%	8%	9%	6%	8%	9%	9%	9%

Source: Company data and Nordea estimates

ANNUAL INCOME STATEMENT AND BALANCE SHEET**INCOME STATEMENT**

DKKkm	2018	2019	2020	2021	2022	2023	2024	2025E	2026E	2027E
Net Interest Income	373	367	258	260	270	360	330	303	309	317
Net Commission Income	172	189	60	79	88	77	74	77	80	83
Net result from financial transactions	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Net insurance income	44	53	45	34	52	60	57	57	60	63
Other income	46	49	24	34	38	32	41	42	43	45
Total revenues	635	658	387	407	447	528	502	479	492	507
Staff costs	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Other operating costs	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Depreciation	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Total Expenses	457	473	237	236	244	259	273	280	282	285
Profit before loan losses	179	185	149	171	203	269	229	199	210	222
Loan losses	111	106	5	77	47	10	1	-23	-31	-40
Write-downs on assets	72	-13	0	89	0	-9	0	0	0	0
Operating profit	324	261	207	340	207	379	366	271	267	270
Taxes	-66	-54	-40	-67	-55	-72	-72	-52	-51	-51
Discontinued operations	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Minority interest	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Net profit to equity	257	207	166	272	152	308	294	220	216	219

BALANCE SHEET

DKKkm	2018	2019	2020	2021	2022	2023	2024	2025E	2026E	2027E
Cash / Interbank	180	252	208	1,292	1,443	1,796	2,696	2,696	2,696	2,696
Loans to credit institutions	914	878	1,178	445	390	260	311	311	311	311
Loans to the public	9,956	9,909	7,608	7,624	8,083	8,883	9,086	9,380	9,716	10,064
Goodwill and other intangibles	7	10	2	3	2	2	5	5	5	5
Total assets	16,700	18,173	17,290	11,790	12,190	12,945	14,512	14,806	15,141	15,489
Interbank/owed to credit institutions	299	55	28	839	858	719	823	823	823	823
Deposits	13,878	15,164	7,733	7,902	8,360	8,735	10,065	10,065	10,065	10,065
Subordinated loans	223	224	225	99	100	100	100	100	100	100
Minority interest	0	0	0	0	0	0	0	1	2	2
Shareholders equity	1,987	2,263	2,271	2,036	1,817	1,851	2,076	1,936	1,988	2,046
Total equity and liabilities	16,700	18,173	17,290	11,792	12,190	12,945	14,512	14,806	15,141	15,489
Loans to deposits	72%	65%	98%	96%	97%	102%	90%	93%	97%	100%
Non-mortg. loans to deposits	72%	65%	98%	96%	97%	102%	90%	93%	97%	100%
LCR	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
NSFR	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.

GROWTH (Y/Y)

Adjusted for non rec.items	2018	2019	2020	2021	2022	2023	2024	2025E	2026E	2027E
Net interest income	-4%	-2%	-31%	1%	4%	34%	-8%	-10%	2%	3%
Net commission income	-7%	10%	-68%	32%	11%	-13%	-4%	4%	4%	4%
Total Revenues	-2%	4%	-41%	5%	10%	18%	-5%	-5%	3%	3%
Staff costs	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
Total expenses	-1%	4%	-50%	0%	3%	6%	6%	2%	1%	1%
Profit before loan losses	-4%	3%	-19%	15%	19%	33%	-15%	-13%	5%	6%
Operating profit	4%	7%	-21%	64%	-39%	83%	-4%	-26%	-2%	1%
Net profit to equity	1%	13%	-26%	23%	-26%	106%	-4%	-27%	-2%	1%
Loans to the public (rep)	4%	0%	-23%	0%	6%	10%	2%	3%	4%	4%
Deposits	6%	9%	-49%	2%	6%	4%	15%	0%	0%	0%
Assets	6%	9%	-5%	-32%	3%	6%	12%	2%	2%	2%
REA growth (BIS Trans)	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
REA growth (BIS III)	7%	1%	-9%	-30%	5%	-5%	5%	4%	4%	4%

Source: Company data and Nordea estimates

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