

# **Interim Report**

## **Q3 2021**

**2 November 2021**

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## MANAGEMENT'S REPORT

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## FINANCIAL STATEMENTS

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## Financial review

“We’re pleased to present financial results for the third quarter that are better than originally expected and which made us upgrade our full-year guidance on 15 October. The positive performance was driven by improvements in our core banking operations following the divestment of the Danish business and reversals of impairment losses. The income-enhancing and cost-cutting measures implemented earlier this year have paid off, and we remain committed to running an efficient and profitable business,” said BankNordik CEO Árni Ellefsen.

“As part of our ongoing efforts to optimise the capital structure of the BankNordik Group, we have adjusted our capital adequacy target for common equity tier 1 (CET 1) from 23% to 20% for the period to 2024 and raised our ROE target from 8% to >10%. As part of this process, we also intend to distribute DKK 250m resulting from the reduced REA following from the divestment of the Danish business sooner than previously planned and expect to distribute the entire amount in 2022. Going forward, we intend to maintain our target of a 50% payout ratio supplemented by share buybacks,” said Mr Ellefsen.

### Q3 2021 highlights

#### Adjusted Income statement, Group

| DKKm                                                       | Q3 2021    | Q2 2021    | Index     | Q1 2021    | Q4 2020    | Q3 2020    | Q1-Q3 2021 | Q1-Q3 2020 |
|------------------------------------------------------------|------------|------------|-----------|------------|------------|------------|------------|------------|
| Net interest income                                        | 66         | 66         | 101       | 64         | 65         | 65         | 196        | 192        |
| Net fee and commission income                              | 19         | 20         | 93        | 17         | 16         | 15         | 57         | 44         |
| Net insurance income                                       | 7          | 14         | 49        | 7          | 12         | 18         | 28         | 34         |
| Other operating income (less reclassification)             | 8          | 9          | 91        | 9          | 8          | 6          | 26         | 17         |
| <b>Operating income</b>                                    | <b>100</b> | <b>109</b> | <b>92</b> | <b>97</b>  | <b>101</b> | <b>104</b> | <b>307</b> | <b>286</b> |
| Operating costs <sup>1</sup>                               | -59        | -61        | 96        | -59        | -62        | -57        | -179       | -175       |
| Sector costs                                               | 0          | 0          |           | 0          | 0          | 0          | -1         | 0          |
| <b>Profit before impairment charges</b>                    | <b>41</b>  | <b>47</b>  | <b>87</b> | <b>38</b>  | <b>38</b>  | <b>47</b>  | <b>127</b> | <b>110</b> |
| Impairment charges, net                                    | 13         | 27         | 48        | -3         | 10         | -2         | 36         | -5         |
| <b>Operating profit</b>                                    | <b>54</b>  | <b>74</b>  | <b>73</b> | <b>35</b>  | <b>48</b>  | <b>44</b>  | <b>163</b> | <b>106</b> |
| Non-recurring items <sup>2</sup>                           | 2          | 4          | 38        | 77         | 0          | 0          | 82         | 0          |
| <b>Profit before investment portfolio earnings and tax</b> | <b>56</b>  | <b>78</b>  | <b>71</b> | <b>111</b> | <b>48</b>  | <b>44</b>  | <b>245</b> | <b>106</b> |
| Investment portfolio earnings <sup>3</sup>                 | -1         | -4         | 28        | -3         | 1          | 3          | -9         | -3         |
| <b>Profit before tax, continuing operations</b>            | <b>54</b>  | <b>74</b>  | <b>73</b> | <b>108</b> | <b>49</b>  | <b>48</b>  | <b>237</b> | <b>103</b> |
| <b>Profit before tax, discontinued operations</b>          | <b>0</b>   | <b>0</b>   |           | <b>9</b>   | <b>1</b>   | <b>35</b>  | <b>9</b>   | <b>53</b>  |
| <b>Profit before tax, total</b>                            | <b>54</b>  | <b>74</b>  | <b>73</b> | <b>118</b> | <b>51</b>  | <b>82</b>  | <b>246</b> | <b>156</b> |
| Operating cost/income, %                                   | 59         | 56         |           | 60         | 62         | 55         | 58         | 61         |
| Number of FTE, end of period                               | 199        | 195        | 102       | 218        | 228        | 232        | 199        | 232        |

1 Comprises staff costs, administrative expenses and amortisation, depreciation and impairment charges (less reclassification to non-recurring items).

2 Reclassified from Other operating income, Staff costs and administrative expenses and from Amortisation, depreciation and impairment charges.

3 Incl. net income from investments accounted for under the equity method (excl. sector shares).

## Income statement

The following comments relate to the adjusted figures and are generally stated relative to Q2 2021. Due to seasonal variations, comments on the insurance segment are made relative to Q3 2020.

### Operating income

The BankNordik Group generated operating income of DKK 100m in Q3 2021, DKK 9m lower than in Q2 2021, driven by a decrease in net insurance income.

### Net interest income

Net interest income was DKK 66m in Q3 2021, up by DKK 1m compared to Q2 2021.

### Net fee and commission income

Net fee and commission income amounted to DKK 19m in Q3 2021, a decrease of DKK 2m compared to Q2 2021.

### Net insurance income

Net insurance income was DKK 7m in Q3 2021, DKK 11m lower than in Q3 2020, driven by larger than expected claims during the quarter.

### Operating and sector costs

Operating costs amounted to DKK 59m in Q3 2021, decreasing DKK 2m relative to Q2 2021.

### Profit before impairment charges

Profit before impairment charges was DKK 41m in Q3 2021, DKK 6m lower than in Q2 2021.

### Impairment charges

Net impairments were a reversal of DKK 13m in Q3 2021 compared to a reversal of DKK 27m in Q2 2021. The reservation related to COVID-19 is unchanged at DKK 52m.

### Operating profit

As a result, operating profit came in at DKK 54m in Q3 2021, DKK 20m lower than in Q2 2021.

### Non-recurring items

Non-recurring items represented an income of DKK 2m in Q3 2021 compared to income of DKK 4m in Q2 2021.

### Profit before tax

Profit before tax in Q3 2021 was DKK 54m, DKK 20m lower than in Q2 2021.

Profit before tax for the first three quarters of the year totalled DKK 246m, including DKK 9m from discontinued operations. This was significantly higher than the figure for the first three quarters of 2020 of DKK 156m, which included DKK 53m from discontinued operations. Most of the increase in profit before tax can be ascribed to non-recurring income, although operating profit was DKK 57m higher in Q1-Q3 2021 than in Q1-Q3 2020.

## Balance sheet

BankNordik's total assets at 30 September 2021 amounted to DKK 11.4bn, down by DKK 584m compared to 30 June 2021. Loans and advances were DKK 7.6bn, DKK 9m lower than at 30 June 2021. Deposits were DKK 7.4bn, down by DKK 225m compared to 30 June 2021.

Liquidity invested in bonds, primarily in Danish mortgage bonds and Danish government bonds, amounted to DKK 2.2bn, a decrease of DKK 132m compared to 30 June 2020. Liquidity invested in equities amounted to DKK 245m, a decrease of DKK 18m relative to 30 June 2021. The Group's liquidity indicator was 189.1% at 30 September 2021, well above the requirement of 100%. The Group's LCR at 30 September 2021 was 185.9%, also well above the requirement of 100%. Shareholders' equity at 30 September 2021 amounted to DKK 2,410m, up by DKK 41m compared to 30 June 2021.

## Capital ratios

At 30 September 2021, the Group's CET1 capital ratio was 26.1%, the core capital ratio was 28.2% and the total capital ratio was 29.6%. The total capital ratio, incl. MREL capital, was 31.7%. The net profit for H1 2021 of DKK 153m after deduction of expected dividends as per the Bank's dividend policy for 2021 amounting to DKK 77m, is included in the solvency statement. The net result in Q3 2021, amounting to DKK 43m, is not included in the capital ratios. Furthermore, the planned extraordinary dividend of DKK 450m, which was approved by the Danish FSA on 21 July 2021, has been deducted from the Bank's Q3 2021 CET1 capital.

## Compliance with the Danish FSA Supervisory Diamond

### The Supervisory Diamond

|                        | <u>Q3 2021</u> | <u>Q3 2020</u> | <u>FSA limit</u> |
|------------------------|----------------|----------------|------------------|
| Sum of large exposures | 147.8%         | 129.7%         | < 175%           |
| Liquidity indicator    | 189.1%         | 236.0%         | >100 %           |
| Loan growth            | 1.6%           | -1.5%          | < 20 %           |
| Funding ratio          | 0.76           | 0.64           | < 1.0            |
| Property exposure      | 11.0%          | 7.7%           | < 25 %           |

At 30 Sept. 2021, the Group was in compliance with all Supervisory Diamond requirements set by the FSA.

## Events after the balance sheet date

On 22 October 2021, the Groups shareholders approved the previously announced DKK 450m extraordinary dividend. The dividend was distributed to shareholders on 27 October. The event, although significant, does not affect the Group's financial position, as the planned dividend had already been subtracted from the Bank's Q3 CET1 capital upon approval from the Danish FSA on 21 July 2021.

## Guidance for 2021

At the start of the year, management's full-year guidance for 2021 was for net profit in the range of DKK 150-200m. The guidance was raised on 19 July where management expected net profit for 2021 of between DKK 190m and 220m. Management again raised the guidance for net profit for 2021 on 15 October to the range DKK 230m-250m.

This outlook is subject to uncertainty, including impairments on loans and advances, market value adjustments,

and macroeconomic developments, including developments in the COVID-19 situation affecting the markets in which the Group operates.

## Adjusted results

| Note                                                               | Adjusted Income statement Q1-Q3 2021, Group, DKK 1,000                                                                                     | Income statement  | Restatement       | Restated income statement |
|--------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------|-------------------|-------------------|---------------------------|
| 1, 8                                                               | Net interest income                                                                                                                        | 202,336           | -6,668            | 195,668                   |
| 2                                                                  | Net fee and commission income                                                                                                              | 60,240            | -3,429            | 56,811                    |
|                                                                    | Net insurance income                                                                                                                       | 27,986            |                   | 27,986                    |
| 2, 6                                                               | Other operating income                                                                                                                     | 7,553             | 18,677            | 26,230                    |
|                                                                    | <b>Operating income</b>                                                                                                                    | <b>298,115</b>    | <b>8,580</b>      | <b>306,695</b>            |
| 3, 7                                                               | Operating costs                                                                                                                            | 193,613           | -14,627           | 178,986                   |
|                                                                    | Sector costs                                                                                                                               | 1,113             | 0                 | 1,113                     |
|                                                                    | <b>Profit before impairment charges</b>                                                                                                    | <b>103,389</b>    | <b>23,207</b>     | <b>126,596</b>            |
| 4                                                                  | Impairment charges                                                                                                                         | -36,344           | 0                 | -36,344                   |
|                                                                    | <b>Operating profit</b>                                                                                                                    | <b>139,733</b>    | <b>23,207</b>     | <b>162,941</b>            |
| 3, 4, 5                                                            | Non-recurring items                                                                                                                        | 0                 | 82,437            | 82,437                    |
|                                                                    | <b>Profit before investment portfolio earnings and tax</b>                                                                                 | <b>139,733</b>    | <b>105,644</b>    | <b>245,377</b>            |
| 1, 6, 9                                                            | Investment portfolio earnings                                                                                                              | -212              | -8,580            | -8,793                    |
|                                                                    | <b>Profit before tax, continuing operations</b>                                                                                            | <b>139,521</b>    | <b>97,064</b>     | <b>236,585</b>            |
| 5, 7, 8, 9                                                         | <b>Profit before tax, discontinued operations</b>                                                                                          | <b>106,560</b>    | <b>-97,064</b>    | <b>9,496</b>              |
|                                                                    | <b>Profit before tax, total</b>                                                                                                            | <b>246,081</b>    | <b>0</b>          | <b>246,081</b>            |
| <b>Note Adjusted Income statement Q1-Q3 2020, Group, DKK 1,000</b> |                                                                                                                                            |                   |                   |                           |
| 1, 8                                                               | Net interest income                                                                                                                        | 209,327           | -16,978           | 192,349                   |
| 2                                                                  | Net fee and commission income                                                                                                              | 47,185            | -3,272            | 43,913                    |
|                                                                    | Net insurance income                                                                                                                       | 33,569            | 0                 | 33,569                    |
| 2, 6                                                               | Other operating income                                                                                                                     | 3,984             | 12,596            | 16,580                    |
|                                                                    | <b>Operating income</b>                                                                                                                    | <b>294,065</b>    | <b>-7,654</b>     | <b>286,411</b>            |
| 3, 7                                                               | Operating costs                                                                                                                            | 186,197           | -10,745           | 175,452                   |
|                                                                    | Sector costs                                                                                                                               | 466               | 0                 | 466                       |
|                                                                    | <b>Profit before impairment charges</b>                                                                                                    | <b>107,402</b>    | <b>3,091</b>      | <b>110,493</b>            |
| 4                                                                  | Impairment charges                                                                                                                         | 4,595             | 0                 | 4,595                     |
|                                                                    | <b>Operating profit</b>                                                                                                                    | <b>102,807</b>    | <b>3,091</b>      | <b>105,898</b>            |
| 3, 4, 5                                                            | Non-recurring items                                                                                                                        | 0                 | 0                 | 0                         |
|                                                                    | <b>Profit before investment portfolio earnings and tax</b>                                                                                 | <b>102,807</b>    | <b>3,091</b>      | <b>105,898</b>            |
| 1, 6, 9                                                            | Investment portfolio earnings                                                                                                              | -19,020           | 15,989            | -3,031                    |
|                                                                    | <b>Profit before tax, continuing operations</b>                                                                                            | <b>83,787</b>     | <b>19,080</b>     | <b>102,867</b>            |
| 5, 7, 8, 9                                                         | <b>Profit before tax, discontinued operations</b>                                                                                          | <b>72,046</b>     | <b>-19,080</b>    | <b>52,966</b>             |
|                                                                    | <b>Profit before tax, total</b>                                                                                                            | <b>155,833</b>    | <b>0</b>          | <b>155,833</b>            |
| <b>Note Restatements made to the income statement, DKK 1,000</b>   |                                                                                                                                            |                   |                   |                           |
|                                                                    |                                                                                                                                            | <b>Q1-Q3 2021</b> | <b>Q1-Q3 2020</b> |                           |
| 1                                                                  | Reclassification of interest income from bonds from the item Interest income to Investment portfolio earnings.                             | 6,668             | 19,404            |                           |
| 2                                                                  | Dividends reclassified from Net fee and commission income to Other operating income.                                                       | 3,429             | 3,272             |                           |
| 3                                                                  | Reclassification of IT-costs, severance costs and other costs from Operating costs to Non-recurring items.                                 | 14,627            | 0                 |                           |
| 4                                                                  | Reclassification of impairment charges to Non-recurring items.                                                                             | 0                 | 0                 |                           |
| 5                                                                  | Reclassification of provenue regarding the sale of the Danish activities Non-recurring items.                                              | 97,064            | 0                 |                           |
| 6                                                                  | Reclassification of value adjustments related to sector shares and of profit or loss from currency transactions to Other operating income. | 15,248            | 9,324             |                           |
| 7                                                                  | Operating costs allocated to the Greenland segment                                                                                         | 0                 | 10,745            |                           |
| 8                                                                  | Interests allocated to the Danish segment                                                                                                  | 0                 | 2,426             |                           |
| 9                                                                  | Value adjustments allocated to the Danish segment                                                                                          | 0                 | 5,909             |                           |

# BankNordik Group by segment

## Adjusted Income statement, Banking

| DKKm                                                       | Q3 2021   | Q2 2021   | Index      | Q1 2021    | Q4 2020   | Q3 2020   | Q1-Q3 2021 | Q1-Q3 2020 |
|------------------------------------------------------------|-----------|-----------|------------|------------|-----------|-----------|------------|------------|
| Net interest income                                        | 66        | 66        | 101        | 64         | 65        | 65        | 195        | 192        |
| Net fee and commission income                              | 22        | 24        | 93         | 20         | 19        | 18        | 66         | 52         |
| Other operating income                                     | 7         | 7         | 108        | 7          | 7         | 5         | 21         | 14         |
| <b>Operating income</b>                                    | <b>95</b> | <b>96</b> | <b>99</b>  | <b>91</b>  | <b>91</b> | <b>87</b> | <b>283</b> | <b>259</b> |
| Operating cost                                             | -54       | -56       | 95         | -54        | -58       | -52       | -164       | -161       |
| Sector costs                                               | 0         | 0         |            | 0          | 0         | 0         | -1         | 0          |
| <b>Profit before impairment charges</b>                    | <b>41</b> | <b>39</b> | <b>105</b> | <b>37</b>  | <b>33</b> | <b>35</b> | <b>118</b> | <b>97</b>  |
| Impairment charges, net                                    | 13        | 27        | 48         | -3         | 10        | -2        | 36         | -5         |
| <b>Operating profit</b>                                    | <b>54</b> | <b>66</b> | <b>82</b>  | <b>34</b>  | <b>43</b> | <b>32</b> | <b>154</b> | <b>93</b>  |
| Non-recurring items                                        | 2         | 4         | 38         | 77         | 0         | 0         | 82         | 0          |
| <b>Profit before investment portfolio earnings and tax</b> | <b>56</b> | <b>70</b> | <b>79</b>  | <b>111</b> | <b>43</b> | <b>32</b> | <b>236</b> | <b>93</b>  |
| Investment portfolio earnings                              | -1        | -4        | 23         | -2         | 2         | 4         | -7         | -2         |
| <b>Profit before tax, continuing operations</b>            | <b>55</b> | <b>66</b> | <b>82</b>  | <b>108</b> | <b>44</b> | <b>36</b> | <b>229</b> | <b>91</b>  |
| <b>Profit before tax, discontinued operations</b>          | <b>0</b>  | <b>0</b>  |            | <b>9</b>   | <b>1</b>  | <b>35</b> | <b>9</b>   | <b>53</b>  |
| <b>Profit before tax, total</b>                            | <b>55</b> | <b>66</b> | <b>82</b>  | <b>118</b> | <b>46</b> | <b>71</b> | <b>238</b> | <b>144</b> |
| Loans and advances                                         | 7,594     | 7,586     | 100        | 7,450      | 7,608     | 7,501     | 7,594      | 7,501      |
| Deposits and other debt                                    | 7,435     | 7,660     | 97         | 7,536      | 7,756     | 7,531     | 7,435      | 7,531      |
| Mortgage credit                                            | 2,609     | 2,502     | 104        | 2,443      | 2,375     | 2,284     | 2,609      | 2,284      |
| Operating cost/income, %                                   | 56        | 59        |            | 59         | 63        | 60        | 58         | 62         |
| Number of FTE, end of period                               | 167       | 166       | 101        | 186        | 196       | 199       | 167        | 199        |



## Personal Banking

The Personal Banking segment reported operating income of DKK 54m for Q3 2021, DKK 1m more than in Q2 2021.

Net interest income came in at DKK 34m, DKK 1m higher than in Q2 2021. Net fee and commission income was DKK 1m lower than in Q2 2021 at DKK 15m. Other operating income was flat at DKK 5m in Q3 2021.

Operating costs were DKK 44m in Q3 2021, a decrease of DKK 1m compared to Q2 2021. Impairment charges amounted to a reversal of DKK 3m in Q3 2021 compared to no impairment charge in Q2 2021.

As a result, operating profit for Q3 2021 was DKK 12m, a increase of DKK 5m compared to the previous quarter. Operating profit for the first three quarters of the year totalled DKK 41m, DKK 31m more than during the same period in 2020.

Bank loans and advances to personal customers during the quarter rose by DKK 19m to DKK 3,603m, and brokered mortgage credit increased by DKK 48m to DKK 2,252m, both compared to 30 June 2021. This is a continuation of the trend seen in recent years of Faroese households increasingly embracing the traditional Danish financing model of 80% LTV mortgage funding with the residual in 2nd lien bank lending.

Deposits held by personal customers fell by DKK 143m during the quarter to DKK 5,125m at 30 September 2021.

### Adjusted Income statement, Personal banking

| DKKm                                                       | Q3 2021   | Q2 2021   | Index      | Q1 2021    | Q4 2020   | Q3 2020   | Q1-Q3 2021 | Q1-Q3 2020 |
|------------------------------------------------------------|-----------|-----------|------------|------------|-----------|-----------|------------|------------|
| Net interest income                                        | 34        | 33        | 103        | 32         | 32        | 32        | 98         | 95         |
| Net fee and commission income                              | 15        | 16        | 96         | 14         | 14        | 14        | 46         | 40         |
| Other operating income                                     | 5         | 5         | 110        | 5          | 5         | 4         | 15         | 12         |
| <b>Operating income</b>                                    | <b>54</b> | <b>53</b> | <b>101</b> | <b>51</b>  | <b>51</b> | <b>49</b> | <b>158</b> | <b>147</b> |
| Operating costs                                            | -44       | -45       | 98         | -43        | -46       | -42       | -133       | -128       |
| Sector costs                                               | 0         | 0         |            | 0          | 0         | 0         | -1         | 0          |
| <b>Profit before impairment charges</b>                    | <b>9</b>  | <b>8</b>  | <b>123</b> | <b>8</b>   | <b>5</b>  | <b>7</b>  | <b>25</b>  | <b>19</b>  |
| Impairment charges, net                                    | 3         | 0         |            | 14         | 5         | -4        | 17         | -8         |
| <b>Operating profit</b>                                    | <b>12</b> | <b>8</b>  | <b>160</b> | <b>22</b>  | <b>10</b> | <b>3</b>  | <b>41</b>  | <b>10</b>  |
| Non-recurring items                                        | 2         | 4         | 38         | 77         | 0         | 0         | 82         | 0          |
| <b>Profit before investment portfolio earnings and tax</b> | <b>14</b> | <b>12</b> | <b>116</b> | <b>98</b>  | <b>10</b> | <b>3</b>  | <b>124</b> | <b>10</b>  |
| Investment portfolio earnings                              | -1        | -3        | 23         | -2         | 1         | 3         | -5         | -1         |
| <b>Profit before tax, continuing operations</b>            | <b>13</b> | <b>9</b>  | <b>146</b> | <b>97</b>  | <b>11</b> | <b>6</b>  | <b>119</b> | <b>10</b>  |
| <b>Profit before tax, discontinued operations</b>          | <b>0</b>  | <b>0</b>  |            | <b>9</b>   | <b>1</b>  | <b>35</b> | <b>9</b>   | <b>53</b>  |
| <b>Profit before tax, total</b>                            | <b>13</b> | <b>9</b>  | <b>146</b> | <b>106</b> | <b>12</b> | <b>40</b> | <b>128</b> | <b>63</b>  |
| Loans and advances                                         | 3,603     | 3,584     | 101        | 3,559      | 3,587     | 3,581     | 3,603      | 3,581      |
| Deposits and other debt                                    | 5,125     | 5,269     | 97         | 5,205      | 5,140     | 5,144     | 5,125      | 5,144      |
| Mortgage credit                                            | 2,252     | 2,205     | 102        | 2,152      | 2,074     | 2,003     | 2,252      | 2,003      |
| Operating cost/income, %                                   | 82        | 85        |            | 85         | 90        | 85        | 84         | 87         |
| Number of FTE, end of period                               | 73        | 72        | 101        | 77         | 80        | 79        | 73         | 79         |

## Corporate Banking

Corporate Banking activities reported operating income of DKK 41m in Q3 2021, down by DKK 1m compared to Q2 2021.

Net interest income fell by DKK 1m in Q3 2021 compared to Q2 to DKK 32m. Net fee and commission income also fell by DKK 1m to DKK 7m, while other operating income was flat at DKK 2m compared to the previous quarter.

Operating costs fell by DKK 2m to DKK 9m in Q3 2021 compared to Q2 2021. Impairment charges during Q3 2021 were a reversal of DKK 10m, compared to a reversal of DKK 27m in Q2 2021.

As a result, operating profit for Q3 2021 amounted to DKK 42m compared to DKK 58m in Q2 2021. Operating profit for the first three quarters of 2021 was DKK 113m, DKK 30m higher than during the same period in 2020 during which the Corporate Banking segment saw an operating profit of DKK 82m.

Corporate loans and advances fell by DKK 2m in the third quarter of 2021 to DKK 3,960m at 30 September 2021, while deposits fell by DKK 84m in the same period to DKK 2,300m.

### Adjusted Income statement, Corporate Banking

| DKKm                                                       | Q3 2021   | Q2 2021   | Index      | Q1 2021   | Q4 2020   | Q3 2020   | Q1-Q3 2021 | Q1-Q3 2020 |
|------------------------------------------------------------|-----------|-----------|------------|-----------|-----------|-----------|------------|------------|
| Net interest income                                        | 32        | 33        | 98         | 32        | 33        | 33        | 98         | 97         |
| Net fee and commission income                              | 7         | 8         | 88         | 6         | 5         | 4         | 20         | 12         |
| Other operating income                                     | 2         | 2         | 101        | 2         | 2         | 1         | 6          | 2          |
| <b>Operating income</b>                                    | <b>41</b> | <b>43</b> | <b>97</b>  | <b>41</b> | <b>40</b> | <b>38</b> | <b>124</b> | <b>111</b> |
| Operating costs                                            | -9        | -11       | 86         | -11       | -12       | -10       | -31        | -32        |
| Sector costs                                               | 0         | 0         |            | 0         | 0         | 0         | 0          | 0          |
| <b>Profit before impairment charges</b>                    | <b>32</b> | <b>32</b> | <b>100</b> | <b>30</b> | <b>28</b> | <b>28</b> | <b>93</b>  | <b>79</b>  |
| Impairment charges, net                                    | 10        | 27        | 38         | -17       | 5         | 2         | 20         | 4          |
| <b>Operating profit</b>                                    | <b>42</b> | <b>58</b> | <b>71</b>  | <b>12</b> | <b>33</b> | <b>30</b> | <b>113</b> | <b>82</b>  |
| Non-recurring items                                        | 0         | 0         |            | 0         | 0         | 0         | 0          | 0          |
| <b>Profit before investment portfolio earnings and tax</b> | <b>42</b> | <b>58</b> | <b>71</b>  | <b>12</b> | <b>33</b> | <b>30</b> | <b>113</b> | <b>82</b>  |
| Investment portfolio earnings                              | 0         | -1        |            | -1        | 0         | 1         | -2         | -1         |
| <b>Profit before tax</b>                                   | <b>42</b> | <b>57</b> | <b>72</b>  | <b>12</b> | <b>33</b> | <b>31</b> | <b>111</b> | <b>81</b>  |
| Loans and advances                                         | 3,960     | 3,962     | 100        | 3,856     | 3,974     | 3,847     | 3,960      | 3,847      |
| Deposits and other debt                                    | 2,300     | 2,384     | 96         | 2,323     | 2,607     | 2,347     | 2,300      | 2,347      |
| Mortgage credit                                            | 357       | 297       | 120        | 291       | 301       | 281       | 357        | 281        |
| Operating cost/income, %                                   | 23        | 26        |            | 27        | 30        | 27        | 25         | 29         |
| Number of FTE, end of period                               | 14        | 14        | 100        | 15        | 16        | 17        | 14         | 17         |

## Insurance: Trygd

Trygd's premium income was DKK 32m in Q3 2021, DKK 1m more than in Q3 2020. Claims were DKK 14m higher than in the same period of 2020 at DKK 28m.

Operating costs were DKK 6m in Q3 2021, flat compared to the third quarter of 2020. As a result, Trygd saw a quarterly loss before tax of DKK 3m, compared to a profit before tax of DKK 11m in Q3 2020. Profit before tax during the first three quarters of 2021 was DKK 1m, DKK 10m lower than during the same period in 2020.

Trygd continues to strengthen its market position as a leading provider of non-life insurance in the Faroe Islands. Premium increases are seen due to an increase in market share as well as general market growth related to developments in the Faroese economy. Trygd has made changes to its pricing policy to the effect that from 2021 premium increases will still follow Faroese inflation, but now at a minimum annual premium increase of 2% instead of 1%. On the costs side, operating costs have remained largely flat, thereby contributing to margin expansion.

Trygd's claims vary significantly from one period to the next due to the limited size of the Faroese insurance market as well the timing and severity of weather events, which adds volatility to the financials results.

### Adjusted Income statement, Trygd

| DKKm                                  | Q3 2021   | Q3 2020   | Index     | Q2 2021   | Q1 2021   | Q4 2020  | Q1-Q3 2021 | Q1-Q3 2020 |
|---------------------------------------|-----------|-----------|-----------|-----------|-----------|----------|------------|------------|
| Premium income, net of reinsurance    | 32        | 31        | 104       | 31        | 30        | 30       | 93         | 90         |
| Claims, net of reinsurance            | -28       | -14       | 200       | -19       | -26       | -23      | -73        | -61        |
| <b>Net insurance income</b>           | <b>4</b>  | <b>16</b> | <b>22</b> | <b>12</b> | <b>4</b>  | <b>7</b> | <b>20</b>  | <b>29</b>  |
| Net income from investment activities | 0         | 0         | 86        | 0         | -1        | 0        | -1         | -1         |
| <b>Operating income</b>               | <b>3</b>  | <b>16</b> | <b>21</b> | <b>12</b> | <b>4</b>  | <b>7</b> | <b>19</b>  | <b>28</b>  |
| Operating cost                        | -6        | -6        | 111       | -6        | -6        | -5       | -18        | -18        |
| <b>Profit before tax</b>              | <b>-3</b> | <b>11</b> |           | <b>6</b>  | <b>-2</b> | <b>2</b> | <b>1</b>   | <b>11</b>  |
| Combined ratio                        | 108       | 65        |           | 81        | 106       | 93       | 98         | 87         |
| Claims ratio                          | 89        | 46        |           | 62        | 85        | 76       | 79         | 68         |
| Number of FTE, end of period          | 24        | 25        | 94        | 22        | 24        | 25       | 24         | 25         |

## Income statement

| Note | DKK 1,000                                                                | Group          |                | BankNordik     |                |
|------|--------------------------------------------------------------------------|----------------|----------------|----------------|----------------|
|      |                                                                          | Q1-Q3          | Q1-Q3          | Q1-Q3          | Q1-Q3          |
|      |                                                                          | 2021           | 2020           | 2021           | 2020           |
| 3    | Interest income                                                          | 218,370        | 225,544        | 217,440        | 224,467        |
|      | - of which interest income from deposits                                 | 28,009         | 29,699         | 28,009         | 29,699         |
| 4    | Interest expenses                                                        | 16,035         | 16,217         | 16,035         | 16,217         |
|      | - of which interest expenses from assets                                 | 4,536          | 2,801          | 4,536          | 2,801          |
|      | <b>Net interest income</b>                                               | <b>202,336</b> | <b>209,327</b> | <b>201,406</b> | <b>208,250</b> |
|      | Dividends from shares and other investments                              | 3,429          | 3,272          | 3,429          | 3,272          |
| 5    | Fee and commission income                                                | 62,354         | 47,529         | 71,468         | 56,097         |
| 5    | Fee and commissions paid                                                 | 5,544          | 3,615          | 5,544          | 3,615          |
|      | <b>Net dividend, fee and commission income</b>                           | <b>60,240</b>  | <b>47,185</b>  | <b>69,354</b>  | <b>55,754</b>  |
|      | <b>Net interest and fee income</b>                                       | <b>262,576</b> | <b>256,512</b> | <b>270,760</b> | <b>264,004</b> |
|      | Premium income, net of reinsurance                                       | 105,520        | 101,144        |                |                |
|      | Claims, net of reinsurance                                               | 77,534         | 67,575         |                |                |
|      | <b>Interest and fee income and income from insurance activities, net</b> | <b>290,562</b> | <b>290,081</b> | <b>270,760</b> | <b>264,004</b> |
| 6    | Market value adjustments                                                 | -1,329         | -19,357        | 1,107          | -17,254        |
| 7    | Other operating income                                                   | 7,553          | 3,984          | 2,503          | 1,103          |
| 8    | Staff costs and administrative expenses                                  | 188,869        | 180,273        | 173,838        | 166,131        |
|      | Amortisation, depreciation and impairment charges                        | 4,745          | 5,925          | 4,522          | 5,389          |
|      | Other operating expenses                                                 | 1,113          | 466            | 1,113          | 466            |
| 9    | Impairment charges on loans and advances etc.                            | -36,344        | 4,595          | -36,344        | 4,595          |
|      | Income from investments accounted for under the equity method            | 1,116          | 337            | 6,974          | 10,317         |
|      | <b>Profit before tax from continuing operations</b>                      | <b>139,521</b> | <b>83,787</b>  | <b>138,216</b> | <b>81,589</b>  |
|      | Tax                                                                      | 26,819         | 17,084         | 25,514         | 14,886         |
|      | <b>Net profit from continuing operations</b>                             | <b>112,702</b> | <b>66,703</b>  | <b>112,702</b> | <b>66,703</b>  |
| 10   | Discontinued operations, net of tax                                      | 83,117         | 56,196         | 83,117         | 56,196         |
|      | <b>Net profit</b>                                                        | <b>195,819</b> | <b>122,899</b> | <b>195,819</b> | <b>122,899</b> |
|      | Portion attributable to                                                  |                |                |                |                |
|      | Shareholders of BankNordik P/F                                           | 195,819        | 122,899        | 195,819        | 122,899        |
|      | <b>Net profit</b>                                                        | <b>195,819</b> | <b>122,899</b> | <b>195,819</b> | <b>122,899</b> |
|      | EPS Basic for the period, discontinuing operations, DKK*                 | 8.68           | 5.90           | 8.68           | 5.90           |
|      | EPS Diluted for the period, discontinuing operations, DKK*               | 8.68           | 5.90           | 8.68           | 5.90           |
|      | EPS Basic for the period, continuing operations, DKK*                    | 11.78          | 7.00           | 11.78          | 7.00           |
|      | EPS Diluted for the period, continuing operations, DKK*                  | 11.78          | 7.00           | 11.78          | 7.00           |

\*Based on average number of shares outstanding, see the specification of shareholders equity

## Statement of comprehensive income - BankNordik

|                                                | Group          |                | BankNordik     |                |
|------------------------------------------------|----------------|----------------|----------------|----------------|
|                                                | Q1-Q3<br>2021  | Q1-Q3<br>2020  | Q1-Q3<br>2021  | Q1-Q3<br>2020  |
| <b>DKK 1,000</b>                               |                |                |                |                |
| Net profit                                     | 195,819        | 122,899        | 195,819        | 122,899        |
| Other comprehensive income                     |                |                |                |                |
| Items which will not subsequently be recycled: |                |                |                |                |
| Revaluation of domicile property               | -4,000         | 0              | -4,000         | 0              |
| Tax on other comprehensive income              | 880            | 0              | 880            | 0              |
| Total other comprehensive income               | <b>-3,120</b>  | <b>0</b>       | <b>-3,120</b>  | <b>0</b>       |
| <b>Total comprehensive income</b>              | <b>192,699</b> | <b>122,899</b> | <b>192,699</b> | <b>122,899</b> |
| Portion attributable to                        |                |                |                |                |
| Shareholders of BankNordik P/F                 | 187,481        | 117,733        | 187,481        | 117,733        |
| Additional Tier 1 capital holders              | 5,218          | 5,166          | 5,218          | 5,166          |
| <b>Total comprehensive income</b>              | <b>192,699</b> | <b>122,899</b> | <b>192,699</b> | <b>122,899</b> |

## Balance Sheet

| Note | DKK 1,000                                              | Group             |                   | BankNordik        |                   |
|------|--------------------------------------------------------|-------------------|-------------------|-------------------|-------------------|
|      |                                                        | Sept. 30          | Dec. 31           | Sept. 30          | Dec. 31           |
|      |                                                        | 2021              | 2020              | 2021              | 2020              |
|      | <b>Assets</b>                                          |                   |                   |                   |                   |
|      | Cash in hand and demand deposits with central banks    | 563,571           | 208,010           | 563,355           | 207,843           |
| 11   | Amounts due from credit institutions and central banks | 521,897           | 1,177,515         | 521,897           | 1,177,515         |
| 9    | Loans and advances at fair value                       | 456,712           | 473,357           | 456,712           | 473,357           |
| 9    | Loans and advances at amortised cost                   | 7,135,206         | 7,134,544         | 7,135,206         | 7,134,544         |
|      | Bonds at fair value                                    | 2,225,511         | 4,472,621         | 2,031,843         | 4,255,519         |
|      | Shares, etc.                                           | 244,897           | 309,443           | 244,897           | 309,443           |
|      | Assets under insurance contracts                       | 10,230            | 9,556             | 0                 | 0                 |
|      | Holdings in associates                                 | 7,822             | 6,706             | 7,822             | 6,706             |
|      | Holdings in subsidiaries                               | 0                 | 0                 | 101,944           | 143,086           |
|      | Intangible assets                                      | 2,551             | 2,432             | 2,551             | 2,432             |
|      | Total land and buildings                               | 141,169           | 144,688           | 138,545           | 142,043           |
|      | Domicile property                                      | 72,719            | 73,253            | 70,095            | 70,608            |
|      | Domicile property (lease asset)                        | 68,450            | 71,436            | 68,450            | 71,436            |
|      | Other property, plant and equipment                    | 8,272             | 7,543             | 7,061             | 6,439             |
|      | Current tax assets                                     | 14,518            | 13,604            | 14,518            | 13,604            |
|      | Deferred tax assets                                    | 180               | 195               | 0                 | 0                 |
| 12   | Assets held for sale                                   | 3,564             | 4,466             | 3,564             | 4,466             |
|      | Other assets                                           | 63,809            | 69,190            | 60,658            | 67,297            |
|      | Prepayments                                            | 16,519            | 38,491            | 15,397            | 37,412            |
| 10   | Assets in disposal groups classified as held for sale  | 0                 | 3,217,940         | 0                 | 3,217,940         |
|      | <b>Total assets</b>                                    | <b>11,416,425</b> | <b>17,290,303</b> | <b>11,305,968</b> | <b>17,199,646</b> |

## Balance Sheet

| Note | DKK 1,000 | Group                                                                                             |                   | BankNordik        |                   |                   |
|------|-----------|---------------------------------------------------------------------------------------------------|-------------------|-------------------|-------------------|-------------------|
|      |           | Sept. 30<br>2021                                                                                  | Dec. 31<br>2020   | Sept. 30<br>2021  | Dec. 31<br>2020   |                   |
|      |           | <b>Shareholders' equity and liabilities</b>                                                       |                   |                   |                   |                   |
|      |           | <b>Liabilities other than provisions</b>                                                          |                   |                   |                   |                   |
|      |           | Amounts due to credit institutions and central banks                                              | 48,412            | 27,954            | 48,412            | 27,954            |
|      |           | Deposits and other debt                                                                           | 7,417,275         | 7,733,408         | 7,435,408         | 7,755,724         |
|      |           | Issued bonds at amortised cost                                                                    | 848,851           | 0                 | 848,851           | 0                 |
|      |           | Liabilities under insurance contracts                                                             | 117,520           | 98,231            | 0                 | 0                 |
|      |           | Current tax liabilities                                                                           | 80,131            | 31,136            | 75,766            | 28,060            |
|      |           | Other liabilities                                                                                 | 197,850           | 205,995           | 191,843           | 195,264           |
|      |           | Deferred income                                                                                   | 4,784             | 4,198             | 4,086             | 3,263             |
| 10   |           | Liabilities directly associated with assets in Disposal groups classified as assets held for sale | 0                 | 6,520,004         | 0                 | 6,520,004         |
|      |           | <b>Total liabilities other than provisions</b>                                                    | <b>8,714,823</b>  | <b>14,620,926</b> | <b>8,604,366</b>  | <b>14,530,269</b> |
|      |           | <b>Provisions for liabilities</b>                                                                 |                   |                   |                   |                   |
|      |           | Provisions for deferred tax                                                                       | 2,213             | 3,093             | 2,213             | 3,093             |
| 9    |           | Provisions for losses on guarantees etc                                                           | 17,492            | 16,015            | 17,492            | 16,015            |
|      |           | Provisions for other liabilities                                                                  | 23,485            | 3,641             | 23,485            | 3,641             |
|      |           | <b>Total provisions for liabilities</b>                                                           | <b>43,191</b>     | <b>22,749</b>     | <b>43,191</b>     | <b>22,749</b>     |
|      |           | <b>Subordinated debt</b>                                                                          |                   |                   |                   |                   |
|      |           | Subordinated debt                                                                                 | 99,335            | 224,695           | 99,335            | 224,695           |
|      |           | <b>Total liabilities</b>                                                                          | <b>8,857,349</b>  | <b>14,868,370</b> | <b>8,746,892</b>  | <b>14,777,713</b> |
|      |           | <b>Equity</b>                                                                                     |                   |                   |                   |                   |
|      |           | Share capital                                                                                     | 192,000           | 192,000           | 192,000           | 192,000           |
|      |           | Revaluation reserve                                                                               | 6,123             | 9,243             | 6,123             | 9,243             |
|      |           | Retained earnings                                                                                 | 2,211,576         | 2,021,781         | 2,211,576         | 2,021,781         |
|      |           | Proposed dividends                                                                                | 0                 | 48,000            | 0                 | 48,000            |
|      |           | <b>Shareholders of the Parent Company</b>                                                         | <b>2,409,699</b>  | <b>2,271,024</b>  | <b>2,409,699</b>  | <b>2,271,024</b>  |
|      |           | Additional tier 1 capital holders                                                                 | 149,377           | 150,909           | 149,377           | 150,909           |
|      |           | <b>Total equity</b>                                                                               | <b>2,559,076</b>  | <b>2,421,933</b>  | <b>2,559,076</b>  | <b>2,421,933</b>  |
|      |           | <b>Total liabilities and equity</b>                                                               | <b>11,416,425</b> | <b>17,290,303</b> | <b>11,305,968</b> | <b>17,199,646</b> |

## Statement of capital - BankNordik Group

## Changes in equity:

| DKK 1,000                                                          | Shareholders equity |                     |                    |                   |                  | Additional tier 1 |                  |
|--------------------------------------------------------------------|---------------------|---------------------|--------------------|-------------------|------------------|-------------------|------------------|
|                                                                    | Share capital       | Revaluation Reserve | Proposed dividends | Retained earnings | Total            | capital           | Total            |
| <b>Shareholders' equity at January 1, 2021</b>                     | <b>192,000</b>      | <b>9,243</b>        | <b>48,000</b>      | <b>2,021,781</b>  | <b>2,271,024</b> | <b>150,909</b>    | <b>2,421,933</b> |
| Revaluation of assets                                              |                     | -4,000              |                    | 0                 | -4,000           |                   | -4,000           |
| Tax on entries on income recognised as Other comprehensive income. |                     | 880                 |                    |                   | 880              |                   | 880              |
| Net profit                                                         |                     |                     | 0                  | 190,601           | 190,601          | 5,218             | 195,819          |
| <b>Total comprehensive income</b>                                  |                     | <b>-3,120</b>       | <b>0</b>           | <b>190,601</b>    | <b>187,481</b>   | <b>5,218</b>      | <b>192,699</b>   |
| Paid interest on additional tier 1 capital                         |                     |                     |                    | 0                 | 0                | -6,750            | -6,750           |
| Acquisition of own shares                                          |                     |                     |                    | -952              | -952             |                   | -952             |
| Dividends paid                                                     |                     |                     | -48,000            | 146               | -47,854          |                   | -47,854          |
| <b>Shareholders' equity at September 30, 2021</b>                  | <b>192,000</b>      | <b>6,123</b>        | <b>0</b>           | <b>2,211,576</b>  | <b>2,409,699</b> | <b>149,377</b>    | <b>2,559,076</b> |

| DKK 1,000                                        | Shareholders equity |                     |                    |                   |                  | Additional tier 1 |                  |
|--------------------------------------------------|---------------------|---------------------|--------------------|-------------------|------------------|-------------------|------------------|
|                                                  | Share capital       | Revaluation Reserve | Proposed dividends | Retained earnings | Total            | capital           | Total            |
| <b>Shareholders' equity at January 1, 2020</b>   | <b>192,000</b>      | <b>9,243</b>        | <b>67,200</b>      | <b>1,843,891</b>  | <b>2,112,335</b> | <b>150,754</b>    | <b>2,263,088</b> |
| Net profit                                       |                     |                     | 48,000             | 111,280           | 159,280          | 6,906             | 166,186          |
| <b>Total comprehensive income</b>                |                     |                     | <b>48,000</b>      | <b>111,280</b>    | <b>159,280</b>   | <b>6,906</b>      | <b>166,186</b>   |
| Paid interest on additional tier 1 capital       |                     |                     |                    |                   | 0                | -6,750            | -6,750           |
| Acquisition of own shares                        |                     |                     |                    | -591              | -591             |                   | -591             |
| Dividends paid                                   |                     |                     | -67,200            | 67,200            | 0                |                   | 0                |
| <b>Shareholders' equity at December 31, 2020</b> | <b>192,000</b>      | <b>9,243</b>        | <b>48,000</b>      | <b>2,021,781</b>  | <b>2,271,024</b> | <b>150,909</b>    | <b>2,421,933</b> |

Regarding 2020: Proposed dividend per share DKK 5. Dividend payed out per share DKK 0.

| DKK 1,000                                         | Shareholders equity |                     |                    |                   |                  | Additional tier 1 |                  |
|---------------------------------------------------|---------------------|---------------------|--------------------|-------------------|------------------|-------------------|------------------|
|                                                   | Share capital       | Revaluation Reserve | Proposed dividends | Retained earnings | Total            | capital           | Total            |
| <b>Shareholders' equity at January 1, 2020</b>    | <b>192,000</b>      | <b>9,243</b>        | <b>67,200</b>      | <b>1,843,891</b>  | <b>2,112,335</b> | <b>150,754</b>    | <b>2,263,088</b> |
| Net profit                                        |                     |                     |                    | 117,733           | 117,733          | 5,166             | 122,899          |
| <b>Total comprehensive income</b>                 |                     |                     |                    | <b>117,733</b>    | <b>117,733</b>   | <b>5,166</b>      | <b>122,899</b>   |
| Paid interest on additional tier 1 capital        |                     |                     |                    |                   |                  | -6,750            | -6,750           |
| Sale of own shares                                |                     |                     |                    | -368              | -368             |                   | -368             |
| Dividends paid                                    |                     |                     | -67,200            | 67,200            | 0                |                   | 0                |
| <b>Shareholders' equity at September 30, 2020</b> | <b>192,000</b>      | <b>9,243</b>        | <b>0</b>           | <b>2,028,456</b>  | <b>2,229,699</b> | <b>149,170</b>    | <b>2,378,869</b> |



## Statement of capital - BankNordik P/F

## Changes in equity:

| DKK 1,000                                                          | Shareholders equity |                     |                    |                   |                  |                | Additional tier 1 |  |
|--------------------------------------------------------------------|---------------------|---------------------|--------------------|-------------------|------------------|----------------|-------------------|--|
|                                                                    | Share capital       | Revaluation Reserve | Proposed dividends | Retained earnings | Total            | capital        | Total             |  |
| <b>Shareholders' equity at January 1, 2021</b>                     | <b>192,000</b>      | <b>9,243</b>        | <b>48,000</b>      | <b>2,021,781</b>  | <b>2,271,024</b> | <b>150,909</b> | <b>2,421,933</b>  |  |
| Revaluation of assets                                              |                     | -4,000              |                    | 0                 | -4,000           |                | -4,000            |  |
| Tax on entries on income recognised as Other comprehensive income. |                     | 880                 |                    |                   | 880              |                | 880               |  |
| Net profit                                                         |                     |                     | 0                  | 190,601           | 190,601          | 5,218          | 195,819           |  |
| <b>Total comprehensive income</b>                                  |                     | <b>-3,120</b>       | <b>0</b>           | <b>190,601</b>    | <b>187,481</b>   | <b>5,218</b>   | <b>192,699</b>    |  |
| Paid interest on additional tier 1 capital                         |                     |                     |                    | 0                 | 0                | -6,750         | -6,750            |  |
| Acquisition of own shares                                          |                     |                     |                    | -952              | -952             |                | -952              |  |
| Dividends paid                                                     |                     |                     | -48,000            | 146               | -47,854          |                | -47,854           |  |
| <b>Shareholders' equity at September 30, 2021</b>                  | <b>192,000</b>      | <b>6,123</b>        | <b>0</b>           | <b>2,211,576</b>  | <b>2,409,699</b> | <b>149,377</b> | <b>2,559,076</b>  |  |

| DKK 1,000                                        | Shareholders equity |                     |                    |                   |                  |                | Additional tier 1 |  |
|--------------------------------------------------|---------------------|---------------------|--------------------|-------------------|------------------|----------------|-------------------|--|
|                                                  | Share capital       | Revaluation Reserve | Proposed dividends | Retained earnings | Total            | capital        | Total             |  |
| <b>Shareholders' equity at January 1, 2020</b>   | <b>192,000</b>      | <b>9,243</b>        | <b>67,200</b>      | <b>1,843,891</b>  | <b>2,112,335</b> | <b>150,754</b> | <b>2,263,088</b>  |  |
| Net profit                                       |                     |                     | 48,000             | 111,280           | 159,280          | 6,906          | 166,186           |  |
| <b>Total comprehensive income</b>                |                     |                     | <b>48,000</b>      | <b>111,280</b>    | <b>159,280</b>   | <b>6,906</b>   | <b>166,186</b>    |  |
| Paid interest on additional tier 1 capital       |                     |                     |                    |                   |                  | -6,750         | -6,750            |  |
| Acquisition of own shares                        |                     |                     |                    | -591              | -591             |                | -591              |  |
| Suspended dividend payment                       |                     |                     | -67,200            | 67,200            | 0                |                | 0                 |  |
| <b>Shareholders' equity at December 31, 2020</b> | <b>192,000</b>      | <b>9,243</b>        | <b>48,000</b>      | <b>2,021,781</b>  | <b>2,271,024</b> | <b>150,909</b> | <b>2,421,933</b>  |  |

Regarding 2020: Proposed dividend per share DKK 5. Dividend payed out per share DKK 0.

| DKK 1,000                                         | Shareholders equity |                     |                    |                   |                  |                | Additional tier 1 |  |
|---------------------------------------------------|---------------------|---------------------|--------------------|-------------------|------------------|----------------|-------------------|--|
|                                                   | Share capital       | Revaluation Reserve | Proposed dividends | Retained earnings | Total            | capital        | Total             |  |
| <b>Shareholders' equity at January 1, 2020</b>    | <b>192,000</b>      | <b>9,243</b>        | <b>67,200</b>      | <b>1,843,891</b>  | <b>2,112,335</b> | <b>150,754</b> | <b>2,263,088</b>  |  |
| Net profit                                        |                     |                     |                    | 117,733           | 117,733          | 5,166          | 122,899           |  |
| <b>Total comprehensive income</b>                 |                     | <b>0</b>            | <b>0</b>           | <b>117,733</b>    | <b>117,733</b>   |                | <b>122,899</b>    |  |
| Paid interest on additional tier 1 capital        |                     |                     |                    |                   | 0                | -6,750         | -6,750            |  |
| Sale of own shares                                |                     |                     |                    | -368              | -368             |                | -368              |  |
| Suspended dividend payment                        |                     |                     | -67,200            | 67,200            | 0                |                | 0                 |  |
| <b>Shareholders' equity at September 30, 2020</b> | <b>192,000</b>      | <b>9,243</b>        | <b>0</b>           | <b>2,028,456</b>  | <b>2,229,699</b> | <b>149,170</b> | <b>2,378,869</b>  |  |

**Capital and Solvency - BankNordik**

| Solvency                                                                | Sept. 30         | Dec. 31          |
|-------------------------------------------------------------------------|------------------|------------------|
| DKK 1,000                                                               | 2021             | 2020             |
| Core capital                                                            | 1,984,532        | 2,356,719        |
| Total capital                                                           | 2,083,867        | 2,581,414        |
| Risk-weighted items not included in the trading portfolio               | 6,128,997        | 8,120,941        |
| Risk-weighted items with market risk etc.                               | 292,931          | 584,300          |
| Risk-weighted items with operational risk                               | 612,724          | 1,068,984        |
| <b>Total risk-weighted items</b>                                        | <b>7,034,652</b> | <b>9,774,225</b> |
| <b>CET 1 capital ratio</b>                                              | <b>26.1%</b>     | <b>22.6%</b>     |
| <b>Core capital ratio</b>                                               | <b>28.2%</b>     | <b>24.1%</b>     |
| <b>Total capital ratio</b>                                              | <b>29.6%</b>     | <b>26.4%</b>     |
| <b>MREL capital ratio</b>                                               | <b>31.7%</b>     | <b>26.4%</b>     |
| <b>Core Capital and Shareholders' equity</b>                            |                  |                  |
| Share capital                                                           | 192,000          | 192,000          |
| Reserves                                                                | 6,123            | 9,243            |
| Net profit                                                              | 195,819          | 166,186          |
| Retained earnings, previous years                                       | 2,020,456        | 1,908,332        |
| <b>Shareholders' equity, before deduction of holdings of own shares</b> | <b>2,414,398</b> | <b>2,275,762</b> |
| Deduction of ordinary dividend                                          | 77,000           | 48,000           |
| Deduction of extraordinary dividend                                     | 450,000          | 0                |
| Deduction of net profit Q3                                              | 42,658           | 0                |
| Deduction of holdings of own shares                                     | 4,699            | 4,738            |
| Deduction of intangible assets                                          | 2,551            | 12,572           |
| Deduction regarding prudent valuation of financial instruments          | 2,336            | 4,642            |
| <b>CET 1 capital</b>                                                    | <b>1,835,155</b> | <b>2,205,809</b> |
| Hybrid core capital                                                     | 149,377          | 150,909          |
| <b>Core capital</b>                                                     | <b>1,984,532</b> | <b>2,356,719</b> |
| <b>Total capital</b>                                                    |                  |                  |
| Core capital                                                            | 1,984,532        | 2,356,719        |
| Subordinated loan capital                                               | 99,335           | 224,695          |
| <b>Total capital</b>                                                    | <b>2,083,867</b> | <b>2,581,414</b> |
| MREL capital                                                            | 148,945          | 0                |
| <b>Total capital incl. MREL capital</b>                                 | <b>2,232,812</b> | <b>2,581,414</b> |

## Cash flow statement - BankNordik Group

|                                                                                                                             | Group<br>Q1-Q3<br>2021 | Group<br>Full year<br>2020 |
|-----------------------------------------------------------------------------------------------------------------------------|------------------------|----------------------------|
| <b>DKK 1,000</b>                                                                                                            |                        |                            |
| <b>Cash flow from operations</b>                                                                                            |                        |                            |
| Profit before tax                                                                                                           | 246,081                | 206,441                    |
| Amortisation and impairment charges for intangible assets                                                                   | 106                    | 653                        |
| Interest expense on leasing liabilities                                                                                     | 1,737                  | 3,299                      |
| Depreciation and impairment charges of tangible assets                                                                      | 5,167                  | 17,754                     |
| Impairment of loans and advances/guarantees                                                                                 | -36,344                | -12,241                    |
| Paid tax                                                                                                                    | 0                      | -40,537                    |
| Other non-cash operating items                                                                                              | 16,560                 | -4,796                     |
| <b>Total</b>                                                                                                                | <b>233,306</b>         | <b>170,573</b>             |
| <b>Changes in operating capital</b>                                                                                         |                        |                            |
| Change in loans at fair value                                                                                               | 0                      | 40,878                     |
| Change in loans at amortised cost                                                                                           | 35,682                 | 45,998                     |
| Change in holding of bonds                                                                                                  | 2,226,016              | 1,100,638                  |
| Change in holding of shares                                                                                                 | 76,440                 | 12,519                     |
| Change in deposits                                                                                                          | -384,242               | -1,004,537                 |
| Due to credit institutions and central banks                                                                                | 20,459                 | -26,631                    |
| Change in other assets / liabilities                                                                                        | 17,468                 | -7,023                     |
| Assets/liabilities under insurance contracts                                                                                | 18,615                 | 1,929                      |
| Prepayments                                                                                                                 | 22,559                 | 1,946                      |
| <b>Cash flow from operations</b>                                                                                            | <b>2,266,302</b>       | <b>336,290</b>             |
| <b>Cash flow from investing activities</b>                                                                                  |                        |                            |
| Divestment of businesses, net of cash                                                                                       | -3,302,064             | 0                          |
| Dividends received                                                                                                          | 3,429                  | 12,559                     |
| Acquisition of intangible assets                                                                                            | -225                   | -3,268                     |
| Acquisition of tangible assets                                                                                              | -4,215                 | -4,014                     |
| Sale of tangible assets                                                                                                     | 5,207                  | 30                         |
| <b>Cash flow from investing activities</b>                                                                                  | <b>-3,297,867</b>      | <b>5,307</b>               |
| <b>Cash flow from financing activities</b>                                                                                  |                        |                            |
| Issued bonds at amortised cost                                                                                              | 848,875                | 0                          |
| Change in subordinated debt                                                                                                 | -125,700               | 0                          |
| Paid interest on additional tier 1 capital                                                                                  | -6,750                 | -6,750                     |
| Acquisition of own shares                                                                                                   | -952                   | -591                       |
| Payment of dividends                                                                                                        | -48,000                | 0                          |
| Payment of dividends, own shares                                                                                            | 146                    | 0                          |
| Principal portion of lessee lease payments                                                                                  | -4,222                 | -10,505                    |
| <b>Cash flow from financing activities</b>                                                                                  | <b>663,397</b>         | <b>-17,846</b>             |
| <b>Cash flow</b>                                                                                                            | <b>-368,168</b>        | <b>323,751</b>             |
| Cash in hand and demand deposits with central banks, and due from<br>Credit institutions, etc. at the beginning of the year | 1,453,635              | 1,129,884                  |
| Cash flow                                                                                                                   | -368,168               | 323,751                    |
| <b>Cash and due etc.</b>                                                                                                    | <b>1,085,467</b>       | <b>1,453,635</b>           |
| <b>Cash and due etc.</b>                                                                                                    |                        |                            |
| Cash in hand and demand deposits with central banks                                                                         | 563,571                | 223,320                    |
| Due from credit institutions, etc.                                                                                          | 521,897                | 1,230,315                  |
| <b>Total</b>                                                                                                                | <b>1,085,467</b>       | <b>1,453,635</b>           |

Regarding 2020 total cash include cash from Discontinued operations, DKK 68.1m

## Notes to the financial statements

### Note 1 Significant accounting policies

The consolidated financial statements for the first nine months of 2021 have been prepared in accordance with IAS 34 "Interim Financial Reporting" supplemented by additional Faroese disclosure requirements for quarterly reports of listed financial companies and in accordance with the financial reporting requirements of the Nasdaq exchange in Copenhagen. The financial statements of the Parent Company, P/F BankNordik, have been prepared in accordance with the Faroese Financial Business Act and with the executive order on financial reports of credit institutions etc. of the Danish FSA as applied in the Faroe Islands.

The application of IAS 34 means that the disclosure of figures is less detailed than the disclosure in a full annual report and that the valuation principles laid down by the international financial reporting standards (IFRS) are applied.

The Group's significant accounting policies are consistent with those applied in the Annual Report 2020. The Annual Report 2020 provides a full description of the Group's significant accounting policies.

### Future financial reporting standards and interpretations

The International Accounting Standards Board (IASB) has issued a number of new accounting standards (IAS and IFRS) and interpretations (IFRIC) that have not yet entered into force. Please refer to the Annual Report 2020 for further information.

### Accounting estimates

The measurement of certain assets and liabilities requires management to estimate how future events will impact on the value of such assets and liabilities. Estimates of significance to the financial reporting are made in connection with determining the impairment of loans and advances, the fair value of unlisted financial instruments, provisions, business acquisitions etc. Estimates are based on assumptions that management considers appropriate but which are inherently uncertain.

The most significant estimates that management makes in applying the Group's accounting policies and the most important uncertainty affecting estimates made when preparing the condensed interim report are unchanged from the estimates made in connection with the preparation of the Annual Report 2020 and the uncertainties prevailing at that time.

### Determination of fair value

The fair value of financial assets is measured on the basis of quoted market prices of financial instruments traded in active markets. If an active market exists, fair value is based on the most recently observed market price at the balance sheet date.

If a financial instrument is quoted in a market that is not active, the Group bases its measurement on the most recent transaction price. Adjustment is made for subsequent changes in market conditions, for instance by including transactions in similar financial instruments that are assumed to be motivated by normal business considerations.

If no active market for standard and simple financial instruments, such as interest rate and currency swaps and unlisted bonds, exists, generally accepted valuation techniques rely on market-based parameters for measuring fair value. The results of calculations made on the basis of valuation techniques are often estimates because exact values cannot be determined from market observations. Consequently, additional parameters, such as liquidity risk and counterparty risk, are sometimes used for measuring fair value.

## Notes - BankNordik Group

| Note | Operating segments Q1-Q3 2021                       |                  |                  |                  | Non-life Insurance | Elimination    | Continuing operations | Discontinued operations | Group             |
|------|-----------------------------------------------------|------------------|------------------|------------------|--------------------|----------------|-----------------------|-------------------------|-------------------|
|      | Banking                                             |                  |                  |                  |                    |                |                       |                         |                   |
|      | Private                                             | Corporate        | Other            | Total            | Faroe Islands      |                | Total                 |                         | Total             |
| 2    | <b>DKK 1,000</b>                                    |                  |                  |                  |                    |                |                       |                         |                   |
|      | External interest income, Net                       | 130,949          | 99,638           | -29,186          | 201,402            | 934            | 202,336               | 8,554                   | 210,889           |
|      | Internal interest                                   | 0                | 0                | 0                | 0                  | 0              | 0                     | 0                       | 0                 |
|      | <b>Net interest income</b>                          | <b>130,949</b>   | <b>99,638</b>    | <b>-29,186</b>   | <b>201,402</b>     | <b>934</b>     | <b>202,336</b>        | <b>8,554</b>            | <b>210,889</b>    |
|      | <b>Net Fee and dividends income</b>                 | <b>47,810</b>    | <b>20,621</b>    | <b>-1,994</b>    | <b>66,436</b>      | <b>-6,196</b>  | <b>60,240</b>         | <b>10,807</b>           | <b>71,047</b>     |
|      | Premium income, net of reinsurance                  | 0                | 0                | 12,890           | 12,890             | 93,357         | -727                  | 105,520                 | 105,520           |
|      | <b>Net premium income of reinsurance and claims</b> | <b>0</b>         | <b>0</b>         | <b>8,715</b>     | <b>8,715</b>       | <b>19,997</b>  | <b>-727</b>           | <b>27,986</b>           | <b>27,986</b>     |
|      | Other income                                        | 10,775           | 4,327            | -3,216           | 11,885             | -1,979         | -2,566                | 7,341                   | 255,173           |
|      | <b>Total income</b>                                 | <b>189,534</b>   | <b>124,585</b>   | <b>-25,681</b>   | <b>288,438</b>     | <b>12,757</b>  | <b>-3,293</b>         | <b>297,903</b>          | <b>274,534</b>    |
|      | <b>Total operating expenses</b>                     | <b>48,262</b>    | <b>12,706</b>    | <b>124,916</b>   | <b>185,885</b>     | <b>12,134</b>  | <b>-3,293</b>         | <b>194,726</b>          | <b>184,390</b>    |
|      | <i>of which depreciation and amortisation</i>       | 3,973            | 639              | 6                | 4,618              | 126            | 4,745                 | 528                     | 5,272             |
|      | <b>Profit before impairment charges on loans</b>    | <b>141,271</b>   | <b>111,879</b>   | <b>-150,597</b>  | <b>102,554</b>     | <b>623</b>     | <b>103,177</b>        | <b>90,144</b>           | <b>193,321</b>    |
|      | Impairment charges                                  | -17,048          | -4,035           | -15,262          | -36,344            | 0              | -36,344               | -16,415                 | -52,760           |
|      | <b>Profit before tax</b>                            | <b>158,319</b>   | <b>115,913</b>   | <b>-135,334</b>  | <b>138,899</b>     | <b>623</b>     | <b>139,522</b>        | <b>106,560</b>          | <b>246,081</b>    |
|      | <b>Total assets</b>                                 | <b>3,801,466</b> | <b>4,194,214</b> | <b>3,239,323</b> | <b>11,235,004</b>  | <b>181,422</b> | <b>11,416,425</b>     | <b>0</b>                | <b>11,416,425</b> |
|      | <i>of which Loans and advances</i>                  | 3,617,697        | 3,974,221        |                  | 7,591,918          | 0              | 7,591,918             | 0                       | 7,591,918         |
|      | <b>Total liabilities</b>                            | <b>5,130,279</b> | <b>2,305,128</b> | <b>1,421,941</b> | <b>8,857,349</b>   | <b>0</b>       | <b>8,857,349</b>      | <b>0</b>                | <b>8,857,349</b>  |
|      | <i>of which Deposits</i>                            | 5,130,279        | 2,305,128        |                  | 7,435,408          |                | -18,133               | 7,417,275               | 7,417,275         |
|      | <i>of which Insurance liabilities</i>               |                  |                  | 4,905            |                    | 112,615        |                       | 117,520                 | 117,520           |

| Operating segments Q1-Q3 2020 | Banking                                             |                   |                  |                  | Non-life Insurance | Elimination    | Continuing operations | Discontinued operations | Group             |
|-------------------------------|-----------------------------------------------------|-------------------|------------------|------------------|--------------------|----------------|-----------------------|-------------------------|-------------------|
|                               | Private                                             | Corporate         | Other            | Total            |                    |                |                       |                         |                   |
|                               | Private                                             | Corporate         | Other            | Total            | Faroe Islands      |                | Total                 |                         | Total             |
| <b>DKK 1,000</b>              |                                                     |                   |                  |                  |                    |                |                       |                         |                   |
|                               | External interest income, Net                       | 102,584           | 102,392          | 3,255            | 208,230            | 1,097          | 209,327               | 76,624                  | 285,951           |
|                               | Internal interest                                   | 0                 | 0                | 0                | 0                  | 0              | 0                     | 0                       | 0                 |
|                               | <b>Net interest income</b>                          | <b>102,584</b>    | <b>102,392</b>   | <b>3,255</b>     | <b>208,230</b>     | <b>1,097</b>   | <b>209,327</b>        | <b>76,624</b>           | <b>285,951</b>    |
|                               | <b>Net Fee and dividends income</b>                 | <b>43,117</b>     | <b>12,637</b>    | <b>-2,697</b>    | <b>53,057</b>      | <b>-5,872</b>  | <b>47,185</b>         | <b>113,670</b>          | <b>160,855</b>    |
|                               | Premium income, net of reinsurance                  | 0                 | 0                | 11,379           | 11,379             | 90,457         | -692                  | 101,144                 | 101,144           |
|                               | <b>Net premium income of reinsurance and claims</b> | <b>0</b>          | <b>0</b>         | <b>5,024</b>     | <b>5,024</b>       | <b>29,237</b>  | <b>-692</b>           | <b>33,569</b>           | <b>33,569</b>     |
|                               | Other income                                        | 6,948             | 2,376            | -19,719          | -10,396            | -1,900         | -2,741                | -15,036                 | -12,868           |
|                               | <b>Total income</b>                                 | <b>152,648</b>    | <b>117,404</b>   | <b>-14,137</b>   | <b>255,916</b>     | <b>22,562</b>  | <b>-3,433</b>         | <b>275,045</b>          | <b>192,462</b>    |
|                               | <b>Total operating expenses</b>                     | <b>-14,984</b>    | <b>13,650</b>    | <b>179,527</b>   | <b>178,193</b>     | <b>11,903</b>  | <b>-3,433</b>         | <b>186,663</b>          | <b>131,288</b>    |
|                               | <i>of which depreciation and amortisation</i>       | 2,339             | 0                | 3,260            | 5,599              | 325            | 5,925                 | 6,397                   | 12,322            |
|                               | <b>Profit before impairment charges on loans</b>    | <b>167,632</b>    | <b>103,754</b>   | <b>-193,664</b>  | <b>77,722</b>      | <b>10,660</b>  | <b>88,382</b>         | <b>61,174</b>           | <b>149,556</b>    |
|                               | Impairment charges                                  | 7,687             | -4,243           | 1,151            | 4,595              | 0              | 4,595                 | -10,873                 | -6,277            |
|                               | <b>Profit before tax</b>                            | <b>159,945</b>    | <b>107,997</b>   | <b>-194,815</b>  | <b>73,127</b>      | <b>10,660</b>  | <b>0</b>              | <b>83,787</b>           | <b>155,833</b>    |
|                               | <b>Total assets</b>                                 | <b>6,118,735</b>  | <b>3,946,274</b> | <b>6,469,219</b> | <b>16,534,228</b>  | <b>212,764</b> | <b>16,746,992</b>     | <b>0</b>                | <b>16,746,992</b> |
|                               | <i>of which Loans and advances</i>                  | 5,952,480         | 3,876,531        |                  | 9,829,011          | 0              | 9,829,011             | 0                       | 9,829,011         |
|                               | <b>Total liabilities</b>                            | <b>10,539,259</b> | <b>2,352,833</b> | <b>1,363,260</b> | <b>14,255,353</b>  | <b>112,770</b> | <b>14,368,123</b>     | <b>0</b>                | <b>14,368,123</b> |
|                               | <i>of which Deposits</i>                            | 10,539,259        | 2,352,833        |                  | 12,892,092         |                | -24,675               | 12,867,417              | 12,867,417        |
|                               | <i>of which Insurance liabilities</i>               |                   |                  | 4,472            |                    | 102,605        |                       | 107,076                 | 107,076           |

## BankNordik Group - Geographical revenue information

| Geographical segments               | Total income   |                | Non.current assets |                | Additions to tangible assets |              | Additions to intangible assets |              |
|-------------------------------------|----------------|----------------|--------------------|----------------|------------------------------|--------------|--------------------------------|--------------|
|                                     | Q1-Q3 2021     | Q1-Q3 2020     | Q3 2021            | Q3 2020        | Q3 2021                      | Q3 2020      | Q3 2021                        | Q3 2020      |
| Faroe Islands                       | 246,047        | 232,571        | 117,987            | 121,137        | -3,827                       | 1,151        | 119                            | 414          |
| Denmark                             | 5,124          | -3,355         | 0                  | 76,455         | 0                            | 2,809        | 0                              | 1,726        |
| Greenland                           | 46,732         | 45,829         | 45,150             | 45,356         | 155                          | -37          | 0                              | 0            |
| <b>Total, continuing operations</b> | <b>297,903</b> | <b>275,045</b> | <b>163,137</b>     | <b>242,948</b> | <b>-3,672</b>                | <b>3,923</b> | <b>119</b>                     | <b>2,139</b> |
| Denmark, discontinued operations    | 274,534        | 192,462        | 0                  | 0              | 0                            | 0            | 0                              | 0            |
| <b>Total</b>                        | <b>572,437</b> | <b>467,507</b> | <b>163,137</b>     | <b>242,948</b> | <b>-3,672</b>                | <b>3,923</b> | <b>119</b>                     | <b>2,139</b> |

| Geographical segments               | Impairments   |               | Investment portfolio earnings |                |
|-------------------------------------|---------------|---------------|-------------------------------|----------------|
|                                     | Q1-Q3 2021    | Q1-Q3 2020    | Q1-Q3 2021                    | Q1-Q3 2020     |
| Faroe Islands                       | 6,969         | -13,320       | -212                          | -19,020        |
| Denmark                             | 28,425        | 20,753        | 0                             | 0              |
| Greenland                           | 951           | -12,029       | 0                             | 0              |
| <b>Total, continuing operations</b> | <b>36,344</b> | <b>-4,595</b> | <b>-212</b>                   | <b>-19,020</b> |
| Denmark, discontinued operations    | 16,415        | 10,873        | 0                             | 0              |
| <b>Total</b>                        | <b>52,760</b> | <b>6,277</b>  | <b>-212</b>                   | <b>-19,020</b> |

Income from external customers are divided into activities related to the customers's domiciles. Assets include all non-current assets, i.e. intangible assets, material assets, investment properties and holdings in associates.

| Operational segments                      | Total income   |                | Profit before tax |                | Tax           |               | FTE        |            |
|-------------------------------------------|----------------|----------------|-------------------|----------------|---------------|---------------|------------|------------|
|                                           | Q1-Q3 2021     | Q1-Q3 2020     | Q1-Q3 2021        | Q1-Q3 2020     | Q1-Q3 2021    | Q1-Q3 2020    | Q3 2021    | Q3 2020    |
| Faroe Islands, Banking, Other             | 233,290        | 210,009        | 71,220            | 54,249         | 12,819        | 8,327         | 156        | 186        |
| Faroe Islands, Insurance                  | 12,757         | 22,562         | 623               | 10,660         | 128           | 1,925         | 24         | 25         |
| Denmark, Banking                          | 5,124          | -3,355         | 40,039            | 5,775          | 5,082         | 4,474         | 1          | 1          |
| Greenland, Banking                        | 46,732         | 45,829         | 27,641            | 13,104         | 8,790         | 2,359         | 18         | 20         |
| <b>Total, continuing operations</b>       | <b>297,903</b> | <b>275,045</b> | <b>139,522</b>    | <b>83,787</b>  | <b>26,819</b> | <b>17,084</b> | <b>199</b> | <b>232</b> |
| Denmark, Banking, discontinued operations | 274,534        | 192,462        | 106,560           | 72,046         | 23,443        | 15,850        | 0          | 130        |
| <b>Total</b>                              | <b>572,437</b> | <b>467,507</b> | <b>246,081</b>    | <b>155,833</b> | <b>50,262</b> | <b>32,934</b> | <b>199</b> | <b>361</b> |

| Note | DKK 1.000                               | Group          |                | BankNordik     |                |
|------|-----------------------------------------|----------------|----------------|----------------|----------------|
|      |                                         | Q1-Q3          | Q1-Q3          | Q1-Q3          | Q1-Q3          |
|      |                                         | 2021           | 2020           | 2021           | 2020           |
| 3    | <b>Interest income</b>                  |                |                |                |                |
|      | Credit institutions and central banks   | 1,096          | 382            | 1,096          | 382            |
|      | Loans and advances                      | 183,883        | 186,002        | 183,883        | 186,002        |
|      | Deposits                                | 28,009         | 24,650         | 28,009         | 24,650         |
|      | Bonds                                   | 10,797         | 22,048         | 9,868          | 20,971         |
|      | Total derivatives of which:             | -5,398         | -7,391         | -5,398         | -7,391         |
|      | <i>Currency contracts</i>               | 296            | 0              | 296            | 0              |
|      | <i>Interest rate contracts</i>          | -5,694         | -7,391         | -5,694         | -7,391         |
|      | Other interest income                   | -18            | -148           | -18            | -148           |
|      | <b>Total interest income</b>            | <b>218,370</b> | <b>225,544</b> | <b>217,440</b> | <b>224,467</b> |
| 4    | <b>Interest expenses</b>                |                |                |                |                |
|      | Credit institutions and central banks   | 4,411          | 1,134          | 4,411          | 1,134          |
|      | Deposits                                | 1,859          | 2,175          | 1,859          | 2,175          |
|      | Subordinated debt                       | 7,374          | 9,154          | 7,374          | 9,154          |
|      | Bonds                                   | 125            | 1,667          | 125            | 1,667          |
|      | Lease liabilities                       | 1,667          | 1,649          | 1,667          | 1,727          |
|      | Other interest expenses                 | 600            | 438            | 600            | 361            |
|      | <b>Total interest expenses</b>          | <b>16,035</b>  | <b>16,217</b>  | <b>16,035</b>  | <b>16,217</b>  |
| 5    | <b>Net fee and commission income</b>    |                |                |                |                |
|      | Fee and commission income               |                |                |                |                |
|      | Securities trading and custody accounts | 7,795          | 4,012          | 7,795          | 4,012          |
|      | Credit transfers                        | 12,051         | 10,840         | 12,051         | 10,840         |
|      | Loan commissions                        | 2,915          | 3,563          | 2,915          | 3,563          |
|      | Guarantee commissions                   | 20,730         | 15,779         | 20,730         | 15,779         |
|      | Other fees and commissions              | 18,864         | 13,336         | 27,978         | 21,905         |
|      | <b>Total fee and commission income</b>  | <b>62,354</b>  | <b>47,529</b>  | <b>71,468</b>  | <b>56,097</b>  |
|      | Fee and commissions paid                |                |                |                |                |
|      | Securities trading and custody accounts | 5,544          | 3,615          | 5,544          | 3,615          |
|      | <b>Net fee and commission income</b>    | <b>56,811</b>  | <b>43,913</b>  | <b>65,925</b>  | <b>52,482</b>  |
| 6    | <b>Market value adjustments</b>         |                |                |                |                |
|      | Loans and advances                      | -16,646        | 6,281          | -16,646        | 6,281          |
|      | Bonds                                   | -23,691        | -26,502        | -21,255        | -24,399        |
|      | Shares                                  | 11,894         | 2,674          | 11,894         | 2,674          |
|      | Foreign exchange                        | 5,575          | 4,602          | 5,575          | 4,602          |
|      | Total derivatives of which:             | 21,540         | -6,412         | 21,540         | -6,412         |
|      | <i>Currency Swaps</i>                   | 732            | 690            | 732            | 690            |
|      | <i>Interest Swaps</i>                   | 18,194         | -3,723         | 18,194         | -3,723         |
|      | <i>Other contracts</i>                  | 2,614          | -3,380         | 2,614          | -3,380         |
|      | <b>Total market value adjustments</b>   | <b>-1,329</b>  | <b>-19,357</b> | <b>1,107</b>   | <b>-17,254</b> |

| Note | DKK 1.000                                                           | Group          |                | BankNordik     |                |
|------|---------------------------------------------------------------------|----------------|----------------|----------------|----------------|
|      |                                                                     | Q1-Q3          | Q1-Q3          | Q1-Q3          | Q1-Q3          |
|      |                                                                     | 2021           | 2020           | 2021           | 2020           |
| 7    | <b>Other operating income</b>                                       |                |                |                |                |
|      | Profit on sale of properties                                        | 1,964          | 167            | 1,964          | 167            |
|      | Other income                                                        | 5,589          | 3,816          | 539            | 935            |
|      | <b>Total other operating income</b>                                 | <b>7,553</b>   | <b>3,984</b>   | <b>2,503</b>   | <b>1,103</b>   |
| 8    | <b>Staff costs and administrative expenses</b>                      |                |                |                |                |
|      | Staff costs:                                                        |                |                |                |                |
|      | Salaries                                                            | 90,305         | 92,198         | 78,119         | 80,538         |
|      | Pensions                                                            | 13,100         | 12,994         | 11,532         | 11,476         |
|      | Social security expenses                                            | 13,719         | 15,024         | 12,174         | 13,527         |
|      | <b>Total staff costs</b>                                            | <b>117,125</b> | <b>120,216</b> | <b>101,825</b> | <b>105,541</b> |
|      | Administrative expenses:                                            |                |                |                |                |
|      | IT                                                                  | 41,464         | 40,250         | 38,015         | 36,991         |
|      | Marketing etc                                                       | 6,107          | 4,374          | 4,929          | 3,896          |
|      | Education etc                                                       | 1,372          | 1,356          | 1,141          | 1,288          |
|      | Advisory services                                                   | 10,021         | 455            | 9,972          | 455            |
|      | Other expenses                                                      | 18,554         | 19,901         | 17,956         | 17,961         |
|      | <b>Total administrative expenses</b>                                | <b>77,517</b>  | <b>66,336</b>  | <b>72,013</b>  | <b>60,590</b>  |
|      | Total staff costs                                                   | 117,125        | 120,216        | 101,825        | 105,541        |
|      | Employee costs included under the item "Claims, net of reinsurance" | -5,774         | -6,279         | 0              | 0              |
|      | Total administrative expenses                                       | 77,517         | 66,336         | 72,013         | 60,590         |
|      | <b>Total staff costs and administrative expenses</b>                | <b>188,869</b> | <b>180,273</b> | <b>173,838</b> | <b>166,131</b> |
|      | <b>Number of employees</b>                                          |                |                |                |                |
|      | Average number of full-time employees in the period                 | 210            | 228            | 179            | 199            |
|      | <b>Executive remuneration:</b>                                      |                |                |                |                |
|      | Board of Directors                                                  | 1,700          | 1,925          | 1,700          | 1,925          |
|      | Executive Board:                                                    |                |                |                |                |
|      | Salaries                                                            | 2,236          | 1,987          | 2,236          | 1,987          |
|      | - less fees received from directorships                             | 37             | 242            | 37             | 242            |
|      | The Bank's expense, salaries                                        | 2,199          | 1,746          | 2,199          | 1,746          |
|      | Pension                                                             | 335            | 298            | 335            | 298            |
|      | <b>Total executive board</b>                                        | <b>2,535</b>   | <b>2,044</b>   | <b>2,535</b>   | <b>2,044</b>   |
|      | <b>Total executive remuneration</b>                                 | <b>4,235</b>   | <b>3,969</b>   | <b>4,235</b>   | <b>3,969</b>   |



| Note | DKK 1.000                                                                                                | Group          |                | BankNordik     |                |
|------|----------------------------------------------------------------------------------------------------------|----------------|----------------|----------------|----------------|
|      |                                                                                                          | Q1-Q3          | Q1-Q3          | Q1-Q3          | Q1-Q3          |
|      |                                                                                                          | 2021           | 2020           | 2021           | 2020           |
| 9    | <b>Impairment charges on loans and advances and provisions for guarantees etc.</b>                       |                |                |                |                |
|      | Impairment charges and provisions at 31 December                                                         | 327,822        | 345,770        | 327,822        | 345,770        |
|      | New and increased impairment charges and provisions                                                      | 79,071         | 76,522         | 79,071         | 76,522         |
|      | Reversals of impairment charges and provisions                                                           | 110,090        | 61,503         | 110,090        | 61,503         |
|      | Written-off, previously impaired                                                                         | 12,878         | 24,690         | 12,878         | 24,690         |
|      | <i>Interest income on impaired loans</i>                                                                 | <i>2,914</i>   | <i>3,687</i>   | <i>2,914</i>   | <i>3,687</i>   |
|      | <b>Total impairment charges and provisions at 30 Sept.</b>                                               | <b>283,924</b> | <b>336,099</b> | <b>283,924</b> | <b>336,099</b> |
|      | <b>Impairment charges and provisions recognised in the income statement</b>                              |                |                |                |                |
|      | Loans and advances at amortised cost                                                                     | -37,822        | 4,834          | -37,822        | 4,834          |
|      | Loans and advances at fair value                                                                         | 0              | 0              | 0              | 0              |
|      | Guarantees and loan commitments                                                                          | 1,477          | -239           | 1,477          | -239           |
|      | <b>Total individual impairment charges and provisions</b>                                                | <b>-36,344</b> | <b>4,595</b>   | <b>-36,344</b> | <b>4,595</b>   |
|      | <i>Reversal of impairment charges in the discontinued activities amounted to DKK 16.4m in Q1-Q3 2021</i> |                |                |                |                |
|      | <b>Stage 1 impairment charges</b>                                                                        |                |                |                |                |
|      | Stage 1 impairment charges etc. at 31 December                                                           | 33,844         | 7,909          | 33,844         | 7,909          |
|      | New and increased Stage 1 impairment charges                                                             | 26,029         | 17,335         | 26,029         | 17,335         |
|      | Reversals, net of Stage 1 impairment charges                                                             | 15,346         | 4,400          | 15,346         | 4,400          |
|      | <b>Stage 1 impairment charges at 30 Sept.</b>                                                            | <b>44,527</b>  | <b>20,844</b>  | <b>44,527</b>  | <b>20,844</b>  |
|      | <i>Total net impact recognised in the income statement</i>                                               | <i>10,683</i>  | <i>12,935</i>  | <i>10,683</i>  | <i>12,935</i>  |
|      | <b>Stage 2 impairment charges</b>                                                                        |                |                |                |                |
|      | Stage 2 impairment charges etc. at 31 December                                                           | 36,509         | 17,191         | 36,509         | 17,191         |
|      | New and increased impairment charges                                                                     | 17,327         | 30,035         | 17,327         | 30,035         |
|      | Reversals, net of impairment charges                                                                     | 31,234         | 11,416         | 31,234         | 11,416         |
|      | <b>Stage 2 impairment charges at 30 Sept.</b>                                                            | <b>22,601</b>  | <b>35,810</b>  | <b>22,601</b>  | <b>35,810</b>  |
|      | <i>Total net impact recognised in the income statement</i>                                               | <i>-13,908</i> | <i>18,619</i>  | <i>-13,908</i> | <i>18,619</i>  |
|      | <b>Weak Stage 2</b>                                                                                      |                |                |                |                |
|      | Weak Stage 2 impairment charges etc. at 31 December                                                      | 39,548         | 35,664         | 39,548         | 35,664         |
|      | New and increased impairment charges                                                                     | 24,115         | 21,912         | 24,115         | 21,912         |
|      | Reversals, net of impairment charges                                                                     | 19,415         | 13,241         | 19,415         | 13,241         |
|      | <b>Weak Stage 2 impairment charges at 30 Sept.</b>                                                       | <b>44,247</b>  | <b>44,335</b>  | <b>44,247</b>  | <b>44,335</b>  |
|      | <i>Total net impact recognised in the income statement</i>                                               | <i>4,700</i>   | <i>8,671</i>   | <i>4,700</i>   | <i>8,671</i>   |

| Note     | DKK 1.000                                                         | Group          |                | BankNordik     |                |
|----------|-------------------------------------------------------------------|----------------|----------------|----------------|----------------|
|          |                                                                   | Q1-Q3<br>2021  | Q1-Q3<br>2020  | Q1-Q3<br>2021  | Q1-Q3<br>2020  |
| <b>9</b> | <b>Stage 3 impairment charges</b>                                 |                |                |                |                |
| (cont'd) | Stage 3 impairment charges etc. at 31 December                    | 201,907        | 269,674        | 201,907        | 269,674        |
|          | New and increased impairment charges                              | 5,709          | 3,755          | 5,709          | 3,755          |
|          | Reversals of impairment charges                                   | 39,681         | 33,522         | 39,681         | 33,522         |
|          | Written-off, previously impaired                                  | 12,878         | 24,690         | 12,878         | 24,690         |
|          | <i>Write-offs charged directly to the income statement</i>        | 192            | 469            | 192            | 469            |
|          | <i>Received on claims previously written off</i>                  | 2,604          | 2,406          | 2,604          | 2,406          |
|          | <i>Interest income on impaired loans</i>                          | 2,914          | 3,687          | 2,914          | 3,687          |
|          | <b>Stage 3 impairment charges at 30 Sept.</b>                     | <b>155,057</b> | <b>215,218</b> | <b>155,057</b> | <b>215,218</b> |
|          | <i>Total net impact recognised in the income statement</i>        | -39,296        | -35,391        | -39,296        | -35,391        |
|          | <b>Purchased credit-impaired assets included in stage 3 above</b> |                |                |                |                |
|          | <b>Provisions for guarantees and undrawn credit lines</b>         |                |                |                |                |
|          | Individual provisions at 31 December                              | 16,015         | 15,333         | 16,015         | 15,333         |
|          | New and increased provisions                                      | 5,891          | 3,485          | 5,891          | 3,485          |
|          | Reversals of provisions                                           | 4,414          | 3,724          | 4,414          | 3,724          |
|          | <b>Provisions for guarantees etc at 30 Sept.</b>                  | <b>17,492</b>  | <b>15,094</b>  | <b>17,492</b>  | <b>15,094</b>  |
|          | <i>Total net impact recognised in the income statement</i>        | 1,477          | -239           | 1,477          | -239           |
|          | <b>Provisions for guarantees and undrawn credit lines</b>         |                |                |                |                |
|          | Stage 1 provisions                                                | 1,836          | 1,473          | 1,836          | 1,473          |
|          | Stage 2 provisions                                                | 2,689          | 2,189          | 2,689          | 2,189          |
|          | Weak Stage 2 provisions                                           | 200            | 200            | 200            | 200            |
|          | Stage 3 provisions                                                | 12,766         | 11,231         | 12,766         | 11,231         |
|          | <b>Provisions for guarantees etc at 30 Sept.</b>                  | <b>17,492</b>  | <b>15,094</b>  | <b>17,492</b>  | <b>15,094</b>  |

| Note      | DKK 1.000                                                                                                                                                                                                                                                                                                      | Group          |                | BankNordik     |                |
|-----------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------|----------------|----------------|----------------|
|           |                                                                                                                                                                                                                                                                                                                | Q1-Q3          | Q1-Q3          | Q1-Q3          | Q1-Q3          |
|           |                                                                                                                                                                                                                                                                                                                | 2021           | 2020           | 2021           | 2020           |
| <b>10</b> | <b>Discontinued operations</b>                                                                                                                                                                                                                                                                                 |                |                |                |                |
|           | On 22 December 2020 BankNordik entered into a conditional agreement with Spar Nord on the sale of BankNordik's Danish activities. The sale has been approved by the Danish FSA and the Danish Competition and Consumer Authority, and the acquisition was completed with 1 February 2021 as the takeover date. |                |                |                |                |
|           | Interest income                                                                                                                                                                                                                                                                                                | 7,911          | 71,588         | 7,911          | 71,588         |
|           | - of which interest income from deposits                                                                                                                                                                                                                                                                       | 0              |                | 0              |                |
|           | Interest expenses                                                                                                                                                                                                                                                                                              | -643           | -5,037         | -643           | -5,037         |
|           | <b>Net interest income</b>                                                                                                                                                                                                                                                                                     | <b>8,554</b>   | <b>76,624</b>  | <b>8,554</b>   | <b>76,624</b>  |
|           | Dividends from shares and other investments                                                                                                                                                                                                                                                                    | 0              | 9,282          | 0              | 9,282          |
|           | Fee and commission income                                                                                                                                                                                                                                                                                      | 10,807         | 110,421        | 10,807         | 110,421        |
|           | Fee and commissions paid                                                                                                                                                                                                                                                                                       | 0              | 6,033          | 0              | 6,033          |
|           | <b>Net dividend, fee and commission income</b>                                                                                                                                                                                                                                                                 | <b>10,807</b>  | <b>113,670</b> | <b>10,807</b>  | <b>113,670</b> |
|           | <b>Net interest and fee income</b>                                                                                                                                                                                                                                                                             | <b>19,361</b>  | <b>190,294</b> | <b>19,361</b>  | <b>190,294</b> |
|           | Market value adjustments                                                                                                                                                                                                                                                                                       | -1,361         | 841            | -1,361         | 841            |
|           | Other operating income                                                                                                                                                                                                                                                                                         | 256,535        | 759            | 256,535        | 759            |
|           | Staff costs and administrative expenses                                                                                                                                                                                                                                                                        | 183,799        | 124,324        | 183,799        | 124,324        |
|           | Amortisation, depreciation and impairment charges                                                                                                                                                                                                                                                              | 528            | 6,397          | 528            | 6,397          |
|           | Other operating expenses                                                                                                                                                                                                                                                                                       | 63             | 0              | 63             | 0              |
|           | Impairment charges on loans and advances etc.                                                                                                                                                                                                                                                                  | -16,415        | -10,873        | -16,415        | -10,873        |
|           | <b>Profit before tax</b>                                                                                                                                                                                                                                                                                       | <b>106,560</b> | <b>72,046</b>  | <b>106,560</b> | <b>72,046</b>  |
|           | Tax                                                                                                                                                                                                                                                                                                            | 23,443         | 15,850         | 23,443         | 15,850         |
|           | <b>Net profit</b>                                                                                                                                                                                                                                                                                              | <b>83,117</b>  | <b>56,196</b>  | <b>83,117</b>  | <b>56,196</b>  |

| Note                                                         | Group            |                  | BankNordik       |                  |
|--------------------------------------------------------------|------------------|------------------|------------------|------------------|
|                                                              | Sept. 30<br>2021 | Dec. 31<br>2020  | Sept. 30<br>2021 | Dec. 31<br>2020  |
| <b>10 Assets</b>                                             |                  |                  |                  |                  |
| (cont'd) Cash in hand and demand deposits with central banks | 0                | 15,310           | 0                | 15,310           |
| Amounts due from credit institutions and central banks       | 0                | 52,800           | 0                | 52,800           |
| Loans and advances at amortised cost                         | 0                | 2,230,722        | 0                | 2,230,722        |
| Assets under pooled schemes                                  | 0                | 800,402          | 0                | 800,402          |
| Intangible assets                                            | 0                | 10,141           | 0                | 10,141           |
| Total land and buildings                                     | 0                | 59,386           | 0                | 59,386           |
| Other property, plant and equipment                          | 0                | 6,544            | 0                | 6,544            |
| Other assets                                                 | 0                | 15,537           | 0                | 15,537           |
| Prepayments                                                  | 0                | 27,100           | 0                | 27,100           |
| <b>Total assets</b>                                          | <b>0</b>         | <b>3,217,940</b> | <b>0</b>         | <b>3,217,940</b> |
| <b>Liabilities other than provisions</b>                     |                  |                  |                  |                  |
| Amounts due to credit institutions and central banks         | 0                | 338              | 0                | 338              |
| Deposits and other debt                                      | 0                | 5,629,740        | 0                | 5,629,740        |
| Deposits under pooled schemes                                | 0                | 800,402          | 0                | 800,402          |
| Current tax liabilities                                      | 0                | 1,158            | 0                | 1,158            |
| Other liabilities                                            | 0                | 83,380           | 0                | 83,380           |
| Deferred income                                              | 0                | 1,154            | 0                | 1,154            |
| <b>Total liabilities other than provisions</b>               | <b>0</b>         | <b>6,516,171</b> | <b>0</b>         | <b>6,516,171</b> |
| <b>Provisions for liabilities</b>                            |                  |                  |                  |                  |
| Provisions for losses on guarantees etc                      | 0                | 2,556            | 0                | 2,556            |
| Provisions for other liabilities                             | 0                | 1,277            | 0                | 1,277            |
| <b>Total provisions for liabilities</b>                      | <b>0</b>         | <b>3,833</b>     | <b>0</b>         | <b>3,833</b>     |
| <b>Total liabilities</b>                                     | <b>0</b>         | <b>6,520,004</b> | <b>0</b>         | <b>6,520,004</b> |
| <b>Cash flow statement</b>                                   |                  |                  |                  |                  |
| Cash flow from operations                                    |                  | 9,138            |                  | 9,138            |
| Cash flow from investing activities                          |                  | 4,199            |                  | 4,199            |
| Cash flow from financing activities                          |                  | -5,556           |                  | -5,556           |
| <b>Cash flow</b>                                             |                  | <b>7,781</b>     |                  | <b>7,781</b>     |

| Note | DKK 1.000                                                      | Group            |                  | BankNordik       |                  |
|------|----------------------------------------------------------------|------------------|------------------|------------------|------------------|
|      |                                                                | Sept. 30<br>2021 | Dec. 31<br>2020  | Sept. 30<br>2021 | Dec. 31<br>2020  |
| 11   | <b>Due from credit institutions etc. specified by maturity</b> |                  |                  |                  |                  |
|      | On demand                                                      | 307,855          | 377,256          | 307,855          | 377,256          |
|      | 3 months and below                                             | 0                | 800,259          | 0                | 800,259          |
|      | 3 months to 1 year                                             | 214,042          | 0                | 214,042          | 0                |
|      | <b>Total due from credit institutions etc.</b>                 | <b>521,897</b>   | <b>1,177,515</b> | <b>521,897</b>   | <b>1,177,515</b> |
| 12   | <b>Assets held for sale</b>                                    |                  |                  |                  |                  |
|      | Total purchase price, at 1 January                             | 4,466            | 5,112            | 4,466            | 5,112            |
|      | Additions                                                      | 0                | 3,564            | 0                | 3,564            |
|      | Reclassification from domicile properties                      | 0                | 902              | 0                | 902              |
|      | Disposals                                                      | 902              | 5,112            | 902              | 5,112            |
|      | <b>Total purchase price</b>                                    | <b>3,564</b>     | <b>4,466</b>     | <b>3,564</b>     | <b>4,466</b>     |
|      | Depreciation and impairment, at 1 January                      | 0                | 3,612            | 0                | 3,612            |
|      | Reversal of impairment on disposals during the year            | 0                | 3,612            | 0                | 3,612            |
|      | <b>Total depreciation and impairment</b>                       | <b>0</b>         | <b>0</b>         | <b>0</b>         | <b>0</b>         |
|      | <b>Total assets held for sale</b>                              | <b>3,564</b>     | <b>4,466</b>     | <b>3,564</b>     | <b>4,466</b>     |
| 13   | <b>Contingent liabilities</b>                                  |                  |                  |                  |                  |
|      | <b>Guarantees</b>                                              |                  |                  |                  |                  |
|      | Financial guarantees                                           | 231,771          | 285,623          | 231,771          | 285,623          |
|      | Mortgage finance guarantees                                    | 777,288          | 676,508          | 777,288          | 676,508          |
|      | Registration and remortgaging guarantees                       | 233,962          | 241,742          | 233,962          | 241,742          |
|      | Other guarantees                                               | 656,681          | 271,696          | 656,681          | 271,696          |
|      | <b>Total guarantees</b>                                        | <b>1,899,702</b> | <b>1,475,570</b> | <b>1,899,702</b> | <b>1,475,570</b> |

14 **Assets deposited as collateral**

At September 30 2021 the Group had deposited cash amounting to DKK 44m (Q3 2020: 31m) with Danmarks Nationalbank (the Danish Central Bank) in connection with clearing. Deposits of bonds to others in total have a market value of DKK 62m (Q3 2020: 71m).

## Statement by the Executive Board and the Board of Directors

We have today considered and approved P/F BankNordik's interim report for the first nine months to 30 September 2021.

The consolidated financial statements for the first nine months to 30 September 2021 have been prepared in accordance with IAS 34, Interim Financial Reporting as adopted by the EU, while the interim financial statements of the Parent Company have been prepared in accordance with the Faroese Financial Business Act. Furthermore, the Interim Report has been prepared in accordance with additional Faroese disclosure requirements for interim reports of listed financial companies and in accordance with the financial reporting requirements of Nasdaq Copenhagen.

The interim financial statements have not been audited or reviewed.

We consider the accounting policies applied to be appropriate, such that the Interim Financial Report gives a true and fair view of the Group's and the Parent Company's assets, shareholders' equity and liabilities and financial position at 30 September 2021, and of the results of the Group's and the Parent Company's operations and the Group's and Parent Company's cash flows for the first nine months ended 30 September 2021.

In addition, we consider the Management's report to give a fair presentation of the development in the Group's activities and financial affairs, the profit for the period and the Group's financial position as a whole, as well as a description of the significant risks and elements of uncertainty that may affect the Group.

Tórshavn, 2 November 2021

### *Executive Board*

Árni Ellefsen  
CEO

### *Board of Directors*

Jóhanna Lava Køtlum  
Chairman

Jógvan Jespersen  
Vice chairman

Ben Arabo

Sverre Bjerkeli

Michael Ahm

Kenneth M. Samuelson

Rúna Hentze

Alexandur Johansen

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SWIFT: FIFB FOTX

BankNordik is a limited liability company incorporated and domiciled in the Faroe Islands.

The company is listed on Nasdaq Copenhagen.

### IR contact

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