

QUARTERLY REPORT  
FOR THE FIRST THREE QUARTERS  
OF 2023



Ringkjøbing  
Landbobank

## Ringkjøbing Landbobank's quarterly report for the first three quarters of 2023

The bank delivers core earnings of DKK 2,078 million and net profit of DKK 1,541 million for the first three quarters of the year. The net profit is equivalent to a 21% p.a. return on equity.

### Core earnings

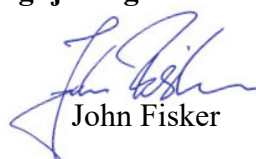
(DKK million)	Q1-Q3 2023	Q1-Q3 2022	2022	2021	2020	2019
Total core income	2,785	2,062	2,862	2,433	2,179	2,116
Total expenses and depreciation	708	654	891	817	788	805
<b>Core earnings before impairment charges for loans</b>	<b>2,077</b>	<b>1,408</b>	<b>1,971</b>	<b>1,616</b>	<b>1,391</b>	<b>1,311</b>
Impairment charges for loans etc.	-1	-2	-2	-68	-223	-100
<b>Core earnings</b>	<b>2,076</b>	<b>1,406</b>	<b>1,969</b>	<b>1,548</b>	<b>1,168</b>	<b>1,211</b>
Result for the portfolio etc.	-36	-80	-69	+7	-9	+49
Amortisation and write-downs on intangible assets	15	15	20	17	15	15
Tax	484	275	385	309	224	267
<b>Net profit</b>	<b>1,541</b>	<b>1,036</b>	<b>1,495</b>	<b>1,229</b>	<b>920</b>	<b>978</b>

### Highlights of the first three quarters of 2023

- The net profit is DKK 1,541 million, equivalent to a 21% p.a. return on equity
- Core income increases by 35% to DKK 2,785 million
- Costs increase by 8%, and the cost/income ratio decreases to 25.4%
- Credit quality remains high, resulting in impairment charges of only DKK 1 million
- Continued highly satisfactory increase in customer numbers despite a marginal decrease in loans in the third quarter of 2023
- 10% increase in deposits and 3% increase in loans compared to the end of September 2022
- The bank's brands remain highly ranked in the annual Voxmeter Image survey where the Ringkjøbing Landbobank brand takes first place.
- The upwardly adjusted expectations of results for 2023 are maintained

Yours sincerely

**Ringkjøbing Landbobank**



John Fisker

## Management's review

### Core income

#### Interest

Net interest income was DKK 1,899 million in the first three quarters of 2023 compared to DKK 1,166 million in 2022, an increase of 63%.

This development is partly attributable to rising interest rates as Danmarks Nationalbank, the central bank of Denmark, has increased interest rates 10 times by a total of 4.20 percentage points since July 2022. This means higher income for Ringkjøbing Landbobank because an amount equivalent to its equity is placed in Danmarks Nationalbank and short-term securities. In addition, compared to 2022 there is no longer an exemption limit of DKK 100,000 regarding negative interest for personal customers' deposits, and the rising interest rate level has also normalised the bank's earnings from deposits.

Furthermore, deposits increased by 10% and lending by 3% compared to the end of September 2022. The increase in lending was broadly based and relates both to niches and to retail.

The bank's lending decreased marginally by DKK 406 million in the third quarter of 2023 compared to the end of June 2023. The decrease is partly attributable to the implementation of the agreed inflation relief package under which businesses can postpone their payments of A-tax and labour market contributions in July and August 2023 by either 3.5 or 6 months. In addition, certain industries are cautious and reduce their stocks.

#### Fee, commission, and foreign exchange income

Income from "Securities trading", "Asset management and custody accounts" and "Foreign exchange income" is assessed as one item as it relates primarily to the bank's focus on private banking and other asset management.

Total income from these three items amounted to DKK 336 million in the first nine months of the year, compared to DKK 335 million in 2022. The unchanged income level reflects lower income from securities trading, but an increase in income from both asset management and foreign exchange has compensated for this.

Earnings from "Guarantee and mortgage credit commission etc." amounted to DKK 185 million in the first three quarters of the year compared to DKK 196 million in 2022. The bank sold off home loans for a total of approximately DKK 2.8 billion during 2022 and the first three quarters of 2023. The interest on sold-off home loans is posted under the item "Guarantee and mortgage credit commission etc." The explanation of the development in income level referred to above is therefore that the notice period for interest rate changes for home loans is six months, while the funding rates are adjusted on an ongoing basis. There has already been a marginal increase in income from the first to the third quarter of 2023. This increase is expected to continue into the coming quarters as the announced interest rate increases enter into force.

As was expected, the level of refinancing and trading activities for real property was lower in 2023 than in 2022, which resulted in a DKK 30 million decrease in income in the first nine months of the year.

Income from payment handling increased from DKK 80 million in the first three quarters of 2022 to DKK 92 million in 2023.

Overall, fee, commission and foreign exchange income amounted to DKK 748 million in the first three quarters of 2023, compared to DKK 772 million in 2022, a decrease of 3%.

### Sector shares and other operating income

Total earnings from banking sector shares amounted to DKK 133 million in the first three quarters of the year compared to DKK 123 million in 2022. The earnings derive primarily from returns on the bank's ownership interests in DLR Kredit, BankInvest (BI Holding) and PRAS.

Other operating income in the first three quarters of 2023 amounted to DKK 5 million, compared to DKK 1 million in 2022. The income in 2023 relates primarily to the sale of a property.

### Core income

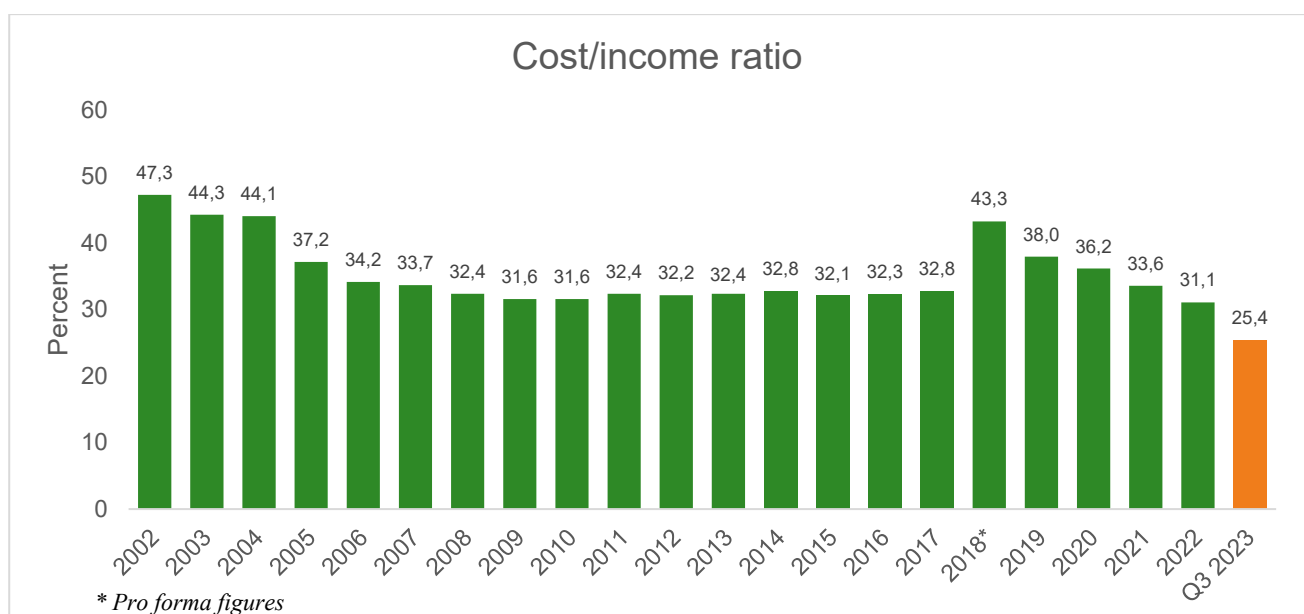
Total core income in the first three quarters increased by 35% from DKK 2,062 million in 2022 to DKK 2,785 million in 2023.

### Expenses, depreciation, and write-downs

Total expenses including depreciation and write-downs on tangible assets amounted to DKK 708 million in the first three quarters of 2023, compared to DKK 654 million in 2022, an increase of 8%. The rate of increase for the full year 2023 is expected to be at the same level.

The cost increase primarily reflects higher staff costs and higher IT expenses resulting from the bank's growth.

The cost/income ratio was 25.4% in the first three quarters of the year, compared to 31.1% in the full year 2022. The marked improvement in the cost/income ratio is attributable to an increase in the bank's business volume and the fact that the bank again generates earnings from deposits.



### Impairment charges for loans etc.

The bank's expenditure for losses and impairment charges was DKK 0 million in the third quarter of 2023. The bank's net losses and impairment charges have thus been around zero in the last seven quarters in a row.

The bank's overall assessment of the credit quality is unchanged compared to the published interim report. The continuing low level of expenditure for losses and impairment charges is supported by the generally good credit quality of the bank's loans portfolio.

We do see a few businesses for which the increasing interest rate level and a decreasing level of activity result in a moderately higher level of new impairment charges. At the same time, individual impairment charges previously levied continue to be reversed. The total individual impairment charges for business customers thus did not increase during the quarter.

The vast majority of the bank's financing of investment properties is provided without prior mortgages and with an initial loan-to-value (LTV) that still protects against value adjustments resulting from interest rate increases. The bank always focuses closely on the ongoing cash flow when financing investment properties.

At a time when inflation and interest rates have been rising, the bank's portfolio of loans to personal customers has coped well so far. We have still not observed any significant increase in the number of customers with financial challenges. A continued very strong labour market in Denmark largely supports this development. However, we are aware of the uncertainty regarding the marketability and valuation of real property resulting from the rising interest rates.

Overall, the macroeconomic risk is still judged to be high, particularly in the light of the increasing interest rate level. On this basis the bank increased the total management estimates for losses and impairment charges by DKK 34 million in the third quarter of 2023, which means that the total management estimate amounted to DKK 877 million at the end of the quarter.

The cumulative account for impairment charges amounted to DKK 2,358 million at the end of the third quarter of 2023, compared to DKK 2,302 million at the beginning of the year.

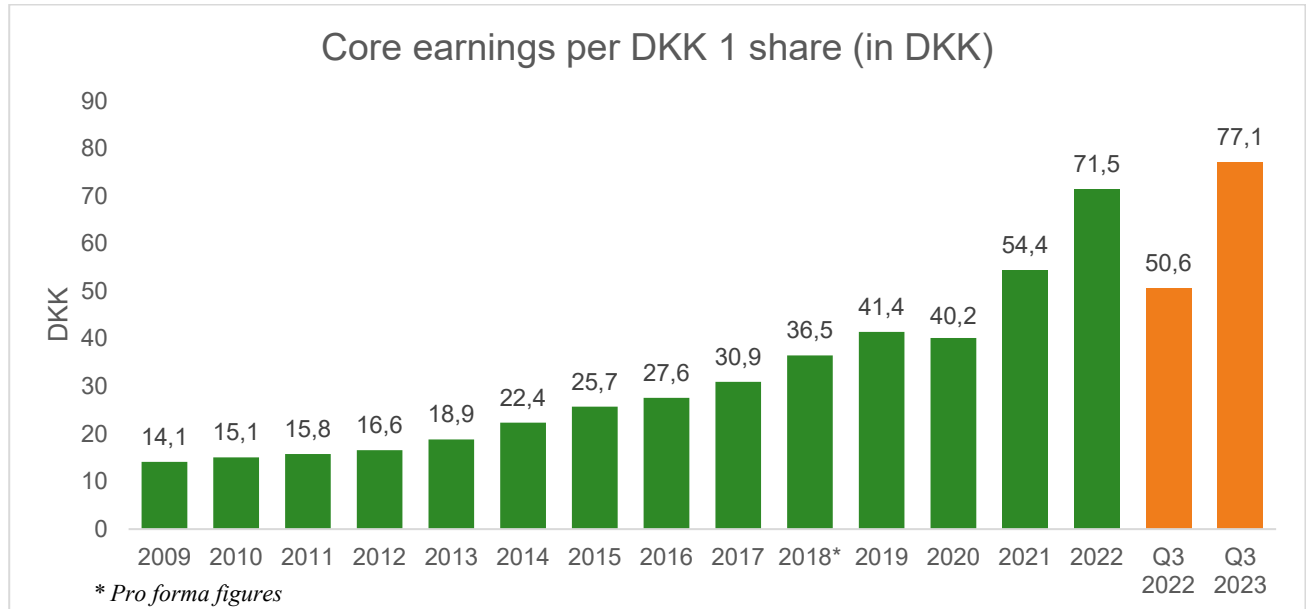
Loans with suspended interest amounted to DKK 148 million at the end of September 2023.

### Core earnings

Core earnings for the first three quarters of 2023 were DKK 2,076 million compared to last year's DKK 1,406 million, an increase of 48%.

(DKK million)	Q1-Q3 2023	Q1-Q3 2022	2022	2021	2020	2019
Total core income	2,785	2,062	2,862	2,433	2,179	2,116
Total expenses and depreciation	708	654	891	817	788	805
<b>Core earnings before impairment charges for loans</b>	<b>2,077</b>	<b>1,408</b>	<b>1,971</b>	<b>1,616</b>	<b>1,391</b>	<b>1,311</b>
Impairment charges for loans etc.	-1	-2	-2	-68	-223	-100
<b>Core earnings</b>	<b>2,076</b>	<b>1,406</b>	<b>1,969</b>	<b>1,548</b>	<b>1,168</b>	<b>1,211</b>

Core earnings per DKK 1 share were DKK 77.1 for the first three quarters of 2023 compared to DKK 50.6 in 2022, an increase of 52%.



### Result for the portfolio etc.

The result for the portfolio etc. including funding costs for the portfolio was negative by DKK 36 million net for the first three quarters of the year, compared to a negative result of DKK 80 million net for the first nine months of 2022.

The negative result for the portfolio in the first three quarters of 2023 is attributable to the continued increase in short-term interest rates during the year.

### Amortisation and write-downs on intangible assets

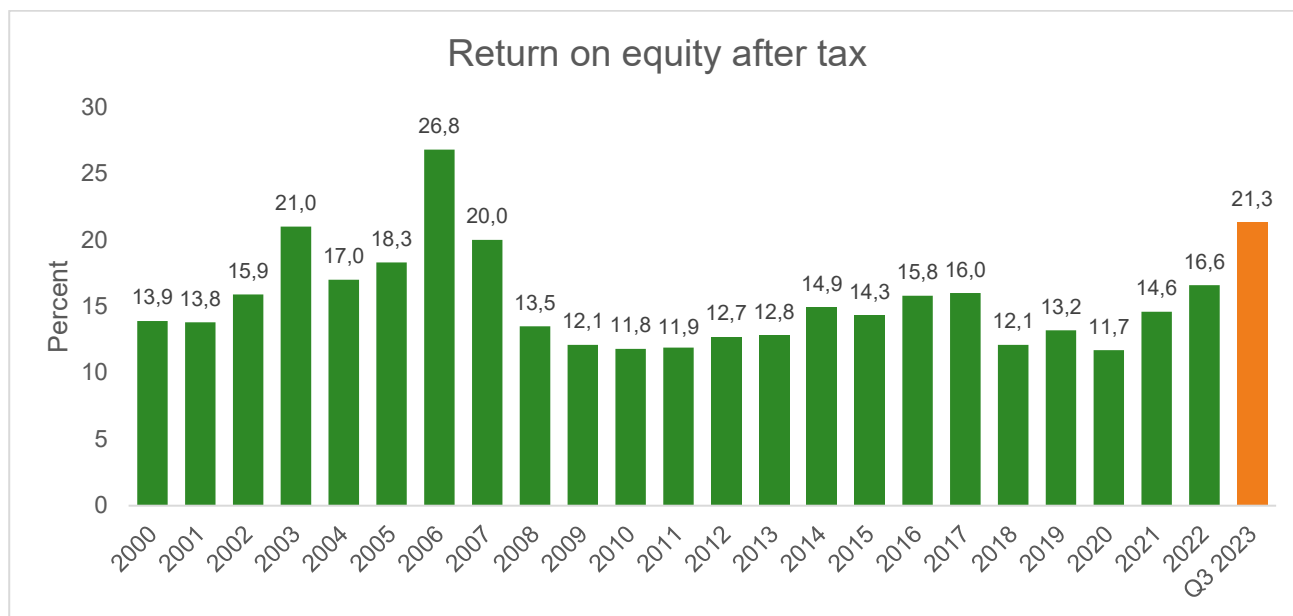
The bank treats amortisation and write-downs on intangible assets as a special item, since expensing them enhances the quality of equity and helps to reduce the deduction when computing total capital.

Amortisation and write-downs on intangible assets amounted to DKK 15 million in the first three quarters of 2023, unchanged relative to 2022.

### Profit before and after tax

The profit before tax for the first three quarters of 2023 was DKK 2,025 million, equivalent to a 27.9% p.a. return on average equity.

The profit after tax for the same period was DKK 1,541 million, equivalent to a 21.3% p.a. return on average equity.



On 1 January 2023 the corporate tax rate for financial undertakings increased from 22.0% to 25.2%.

The effective tax rate was 23.9% in the first three quarters of 2023, compared to 20.9% in the first three quarters of 2022.

### Balance sheet items and contingent liabilities

The bank's balance sheet total stood at DKK 73,254 million at the end of September 2023, compared to DKK 67,463 million at the end of September the year before.

Loans from the end of September 2022 to the end of September 2023 increased by 3.2%, from DKK 48,052 million to DKK 49,590 million. The increase in loans during 2023 was 2.6%.

Deposits including pooled schemes increased by 9.6%, from DKK 47,637 million at the end of September 2022 to DKK 52,216 million at the end of September 2023. The increase in deposits during 2023 was 7.2%.

The bank's contingent liabilities including guarantees amounted to DKK 6,780 million at the end of September 2023, compared to DKK 8,998 million at the end of September 2022 and DKK 7,570 million at the end of December 2022. The falling volume of guarantees reflects lower levels of refinancing and trading activity.

## Credit intermediation

In addition to the traditional bank loans shown on its balance sheet, the bank also arranges mortgage loans on behalf of both Totalkredit and DLR Kredit.

The development in the bank's total credit intermediation has also been positive in 2023, increasing by 2.2% compared to the end of September 2022 and by 1.7% since the end of 2022.

The development is shown in the following summary:

	30 Sep. 2023 DKK million	30 Sep. 2022 DKK million	31 Dec. 2022 DKK million
<b>Total credit intermediation</b>			
Loans and other receivables at amortised cost	49,590	48,052	48,342
Arranged mortgage loans and funded home loans – Totalkredit	46,345	44,956	45,248
Arranged mortgage loans – DLR Kredit and others	9,659	10,309	10,256
<b>Total</b>	<b>105,594</b>	<b>103,317</b>	<b>103,846</b>

## Securities and market risk

The bank measures its portfolio of securities at fair value.

The item “Shares, etc.” amounted to DKK 1,418 million at the end of September 2023, with DKK 60 million in listed shares and investment fund certificates and DKK 1,358 million in sector shares etc., mainly in the companies DLR Kredit, BI Holding and PRAS.

The bond portfolio amounted to DKK 9,013 million on 30 September 2023, of which the majority consisted of AAA-rated Danish mortgage credit bonds – primarily short-duration bonds.

The total interest rate risk – impact on profit of a one percentage point change in interest level – was computed as 0.5% of the bank's tier 1 capital on 30 September 2023.

The bank's risk of losses calculated on the basis of a Value at Risk model (computed with a 10-day horizon and 99% probability) was as follows in the first three quarters of the year:

	Risk in DKK million	Risk relative to equity end of period in %
Highest risk of loss	65.2	0.65%
Lowest risk of loss	26.6	0.26%
Average risk of loss	38.0	0.38%
End-of-period risk of loss	30.8	0.31%

The bank's total market risk within exposures to interest rate risk, listed shares etc. and foreign currency remains at a moderate level, and this policy will continue.



## Liquidity

In terms of liquidity, the bank's short-term funding liabilities total DKK 2.1 billion, comprising debt to credit institutions and issued bonds with term to maturity of less than 12 months. This is balanced by short-term liquidity management deposits in Danmarks Nationalbank, receivables from credit institutions with term to maturity of less than 12 months and listed securities totalling DKK 14.7 billion. This means the total excess cover is DKK 12.6 billion.

Ringkjøbing Landbobank's deposits (excluding pooled schemes) and equity exceeded its loans by DKK 7.3 billion on 30 September 2023 and these two items therefore more than fully finance the loan portfolio. In addition, part of the loan portfolio for renewable energy projects is financed back-to-back with KfW Bankengruppe, which means that DKK 0.9 billion can be disregarded in terms of liquidity.

In terms of liquidity, the bank must comply with the statutory requirement of at least 100% for both two liquidity ratios LCR and NSFR.

On 30 September 2023 the bank's LCR was 237% and its NSFR 121%. The bank thus met the statutory requirement for both ratios by a good margin.

## Capital structure

The bank's equity at the beginning of 2023 was DKK 9,295 million. The profit for the first three quarters of the year must be added to this, while the dividend paid, and the value of the bank's own shares bought must be subtracted. After this, equity at the end of September 2023 was DKK 10,042 million.

The bank's total capital ratio and the tier 1 capital ratio were 21.6% and 17.6% respectively at the end of September 2023.

<b>Capital ratios</b>	<b>Q3 2023</b>	<b>Q3 2022</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>
Common equity tier 1 capital ratio (%)	17.6	15.9	17.4	17.6	17.5
Tier 1 capital ratio (%)	17.6	15.9	17.4	17.6	17.5
Total capital ratio (%)	21.6	20.1	21.6	22.3	21.1
MREL requirement (%) – fixed by the Danish FSA	17.9	17.8	17.8	17.9	17.9
MREL capital ratio (%)	27.7	27.3	28.9	27.8	26.7

Calculated without the IFRS 9 transitional arrangements, the bank's total capital ratio was 21.0% and the common equity tier 1 capital ratio 17.0% on 30 September 2023.

The individual solvency requirement at the end of September 2023 was calculated as 9.0%. A capital conservation buffer of 2.5% and a countercyclical buffer of 2.4% should be added to this. The countercyclical buffer is calculated as an exposure-weighted average of the specific buffer rates in the home countries of the customers to whom the bank is exposed. The buffer rate for exposures to customers located in Denmark is 2.5%. The total requirement for the bank's total capital was thus 13.9% at the end of September 2023.

In December 2022 the bank received an updated MREL requirement of 17.9% from the Danish FSA, applicable from 1 January 2023.

The bank operates with three different capital targets. The capital targets specify that the common equity tier 1 capital ratio must be at least 13.5%, the total capital ratio at least 17.0% and the MREL capital ratio for covering the MREL requirement at least 25.0%, including the capital buffers. All capital targets must be met at the end of the year. While capital ratios may fluctuate during the year, the MREL requirement must always be met.

The bank's capital for covering the MREL requirement totalled DKK 13.2 billion on 30 September 2023, equivalent to an MREL capital ratio of 27.7%. The excess cover relative to the MREL requirement on 30 September 2023 was thus 9.8 percentage points.

With effect from 1 September 2023, the bank issued tier 2 capital for a total amount of DKK 500 million. The capital issue has a maturity of 10 years with a first call (redemption) option after 5 years. The interest for the entire term to maturity is agreed at a 6-month Cibor rate plus a margin of 200 basis points and with fixing of interest every six months. The issue, which is unlisted, was made as a private placement with an institutional investor. The issue was part of the bank's ongoing capital planning.

On 3 October 2023, the Systemic Risk Council recommended activating a sector-specific systemic risk buffer for exposures to real estate companies at a rate of 7% of the risk-weighted assets of the exposures, applicable from 30 June 2024. The Council recommends that the measure should apply solely to exposures to real estate companies, i.e. firms engaged in activities under economic activity codes "Development of building projects" and "Real estate", while exposures to "Social housing companies" and "Cooperative housing societies" under activity code "Real estate" are exempt from the measure.

Within a period of three months from 3 October 2023, the Minister for Industry, Business and Financial Affairs is required to either comply with the recommendation or present a statement explaining why the recommendation has not been complied with. It should be noted that the government announced on 3 October 2023 that it intends to follow the recommendation.

The result for the bank will be a sector-specific systemic buffer of around 1% in addition to the other regulatory capital requirements that the bank must meet.

Since the bank already has excess cover relative to the regulatory capital requirements, the new sectoral systemic buffer is expected to be of only marginal significance to the bank's internal capital targets.

The bank's management will reassess the internal target for the MREL capital ratio in the annual report for 2023.

### **Share buyback programme and capital reduction**

The bank's annual general meeting of 1 March 2023 again renewed the previous authorisation of the board of directors to permit the bank, in accordance with the applicable law, to acquire its own shares to a total nominal value of 10% of the bank's share capital.

The first share buyback programme was implemented in the period 2 February to 4 July 2023 for DKK 385 million and buyback of a total of 392,310 shares, which the overview below shows.

Under the second share buyback programme, a total of 195,300 shares were bought back in the period 3 August to 20 October 2023, which the overview also shows.

The general meeting further decided to cancel the 888,327 of the bank's own shares that were bought during 2022 and in early 2023. The capital reduction was finalised in May 2023.

On 30 September 2023, the bank's actual share capital was thus DKK 26,940,229 in nom. DKK 1 shares: see below.

	<b>Number of shares</b>
Number of shares at beginning of 2023	28,379,666
Capital reduction completed by cancellation of own shares	-888,327
Number of shares following capital reduction	27,491,339
Bought under the first share buyback programme for DKK 385 million when completed on 4 July 2023	-392,310
Bought under the second share buyback programme for DKK 385 million in the period 3 August to 30 September 2023	-158,800
Actual number of shares on 30 September 2023	26,940,229
Bought under the second share buyback programme for DKK 385 million in the period 1 October to 20 October 2023	-36,500
Actual number of shares on 20 October 2023	26,903,729

## The Supervisory Diamond

The bank complies with the Danish FSA's Supervisory Diamond.

The Supervisory Diamond contains four different benchmarks and associated limit values which Danish banks are expected to observe.

The Supervisory Diamond benchmarks, the associated limit values, and the bank's key figures are given in the following table.

<b>Benchmark</b>	<b>Limit value</b>	<b>Q3</b>	<b>Q3</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>
		<b>2023</b>	<b>2022</b>			
Liquidity benchmark	>100%	189.2%	193.0%	143.4%	161.1%	177.6%
Total large exposures	<175%	126.2%	130.1%	118.0%	109.8%	99.8%
Growth in loans	<20%	2.6%	23.5%	17.5%	13.5%	2.2%
Real property exposure	<25%	22.1%	19.0%	20.0%	18.4%	17.9%

As shown above, Ringkjøbing Landbobank meets all four current limit values by a good margin.

## Financial rating and ESG rating

The bank is rated by the international credit rating agency Moody's Investors Service.

The bank's rating for long-term bank deposits is "Aa3" and this is also the bank's long-term issuer rating. The bank's ratings were last affirmed by Moody's on 24 February 2023 with stable outlook.

In the economic, social and governance (ESG) area, the bank is rated, for example, by MSCI, one of the world's largest, most used ESG rating agencies. Here, the bank's rating is "AA", the second-highest rating on MSCI's scale.

### **Image survey**

Both brands are placed high in Voxmeter's annual Image and Reputation report published in September: the "Ringkjøbing Landbobank" brand takes first place and the "Nordjyske Bank" brand takes fifth place.

The survey thus ideally supplements Voxmeter's customer satisfaction survey published in January 2023, which also ranked the bank among the best in the Danish banking sector. Both surveys are by far the most comprehensive in Denmark and based on more than 39,000 and more than 60,000 respondents respectively.

### **Expected results for 2023**

The Bank announced its expectations for 2023 on 18 January 2023. They were core earnings in the range DKK 1,700-2,100 million and net profit for the year in the range DKK 1,200-1,600 million.

On 11 April 2023, the bank upwardly adjusted its expectations for 2023 to core earnings in the range DKK 2,000-2,400 million and net profit for the year in the range DKK 1,400-1,800 million.

On 12 June 2023, the bank again upwardly adjusted its expectations for 2023, this time taking core earnings into the range DKK 2,300-2,650 million and net profit for the year into the range DKK 1,700-2,000 million.

Finally, on 9 October 2023 the bank again upwardly adjusted its expectations for 2023 to core earnings in the range DKK 2,600-2,900 million and net profit for the year in the range DKK 1,900-2,200 million. These most recent upwardly adjusted expectations for core earnings and net profit for 2023 are maintained.

### **Accounting policies**

The accounting policies are unchanged relative to those in the submitted and audited 2022 annual report.

However, the presentation of the items "Assets linked to pooled schemes" and "Deposits in pooled schemes" under "Value adjustments" in note 4 has changed. The comparative figures have been adjusted accordingly. The change does not affect profit, balance sheet total or equity.

## Key figures

	Q1-Q3 2023	Q1-Q3 2022	Full year 2022
<b>Key figures for the bank</b> (percent)			
Profit before tax as a percentage of average equity, per annum	27.9	19.7	20.9
Net profit as a percentage of average equity, per annum	21.3	15.6	16.6
Cost/income ratio	25.4	31.7	31.1
Common equity tier 1 capital ratio	17.6	15.9	17.4
Tier 1 capital ratio	17.6	15.9	17.4
Total capital ratio	21.6	20.1	21.6
MREL requirement – fixed by the Danish FSA	17.9	17.8	17.8
MREL capital ratio	27.7	27.3	28.9
<b>Key figures per DKK 1 share</b> (DKK)			
Core earnings	77.1	50.6	71.5
Net profit	57.2	37.3	54.3
Book value	372.7	324.6	337.3
Share price, end of period	1,021.0	807.0	948.0
Basis of calculation, number of shares	26,945,829	27,757,839	27,553,139

## Quarterly overviews

### Core earnings

	Q3 2023	Q2 2023	Q1 2023	Q4 2022	Q3 2022	Q2 2022	Q1 2022	Q4 2021	Q3 2021	Q2 2021	Q1 2021	Q4 2020	Q3 2020	Q2 2020	Q1 2020
(DKK million)															
Interest income	686	652	561	511	410	390	366	355	336	327	325	321	319	311	305
Fee and commission income	193	193	185	190	199	196	199	182	170	166	159	156	147	136	152
Sector shares etc.	47	45	41	46	38	41	44	47	49	43	40	43	38	35	35
Foreign exchange income	18	19	20	17	18	16	15	15	14	13	16	13	9	9	10
Other operating income	5	0	0	1	0	0	1	0	0	1	4	1	0	1	0
<b>Core income excluding securities</b>	<b>949</b>	<b>909</b>	<b>807</b>	<b>765</b>	<b>665</b>	<b>643</b>	<b>625</b>	<b>599</b>	<b>569</b>	<b>550</b>	<b>544</b>	<b>534</b>	<b>513</b>	<b>492</b>	<b>502</b>
Securities trading	40	38	42	34	40	41	49	52	34	29	56	32	39	28	39
<b>Total core income</b>	<b>989</b>	<b>947</b>	<b>849</b>	<b>799</b>	<b>705</b>	<b>684</b>	<b>674</b>	<b>651</b>	<b>603</b>	<b>579</b>	<b>600</b>	<b>566</b>	<b>552</b>	<b>520</b>	<b>541</b>
Staff and administration expenses	231	238	222	229	214	221	207	206	191	195	198	206	179	190	191
Depreciation and write-downs on tangible assets	3	3	3	5	3	4	1	9	3	4	3	4	5	2	3
Other operating expenses	3	3	2	2	2	1	2	2	2	2	2	2	2	0	4
Total expenses etc.	237	244	227	236	219	226	210	217	196	201	203	212	186	192	198
<b>Core earnings before impairment charges for loans</b>	<b>752</b>	<b>703</b>	<b>622</b>	<b>563</b>	<b>486</b>	<b>458</b>	<b>464</b>	<b>434</b>	<b>407</b>	<b>378</b>	<b>397</b>	<b>354</b>	<b>366</b>	<b>328</b>	<b>343</b>
Impairment charges for loans etc.	0	0	-1	0	0	-1	-1	-7	-13	-19	-29	-38	-44	-66	-75
<b>Core earnings</b>	<b>752</b>	<b>703</b>	<b>621</b>	<b>563</b>	<b>486</b>	<b>457</b>	<b>463</b>	<b>427</b>	<b>394</b>	<b>359</b>	<b>368</b>	<b>316</b>	<b>322</b>	<b>262</b>	<b>268</b>
Result for the portfolio etc.	-8	-7	-21	+11	-61	-10	-9	+11	-1	+7	-10	+15	+17	+29	-70
Amortisation and write-downs on intangible assets	5	5	5	5	5	5	5	5	4	4	4	4	3	4	4
<b>Profit before tax</b>	<b>739</b>	<b>691</b>	<b>595</b>	<b>569</b>	<b>420</b>	<b>442</b>	<b>449</b>	<b>433</b>	<b>389</b>	<b>362</b>	<b>354</b>	<b>327</b>	<b>336</b>	<b>287</b>	<b>194</b>
Tax	178	166	140	110	91	94	90	79	87	71	72	64	64	60	36
<b>Net profit</b>	<b>561</b>	<b>525</b>	<b>455</b>	<b>459</b>	<b>329</b>	<b>348</b>	<b>359</b>	<b>354</b>	<b>302</b>	<b>291</b>	<b>282</b>	<b>263</b>	<b>272</b>	<b>227</b>	<b>158</b>

## Quarterly overviews – continued

### Balance sheet items and contingent liabilities

	End of Q3 2023	End of Q2 2023	End of Q1 2023	End of Q4 2022	End of Q3 2022	End of Q2 2022	End of Q1 2022	End of Q4 2021	End of Q3 2021	End of Q2 2021	End of Q1 2021	End of Q4 2020	End of Q3 2020	End of Q2 2020	End of Q1 2020
(DKK million)															
Loans	49,590	49,996	48,842	48,342	48,052	46,681	43,352	41,179	38,849	37,268	37,210	36,241	35,479	35,260	36,130
Deposits including pools	52,216	50,799	48,786	48,700	47,637	46,144	42,599	43,740	41,475	41,376	41,766	39,639	39,204	39,670	37,051
Equity	10,042	9,647	9,310	9,295	9,009	8,864	8,671	8,723	8,563	8,333	8,132	8,146	7,884	7,612	7,380
Balance sheet total	73,254	71,012	69,649	68,980	67,463	65,226	60,157	60,357	57,562	57,123	56,845	54,862	53,956	53,984	51,531
Contingent liabilities	6,780	7,216	6,993	7,570	8,998	11,244	12,432	10,270	10,886	11,811	10,370	9,812	9,590	9,379	9,992

### Statement of capital

	End of Q3 2023	End of Q2 2023	End of Q1 2023	End of Q4 2022	End of Q3 2022	End of Q2 2022	End of Q1 2022	End of Q4 2021	End of Q3 2021	End of Q2 2021	End of Q1 2021	End of Q4 2020	End of Q3 2020	End of Q2 2020	End of Q1 2020
(DKK million)															
Common equity tier 1	8,391	8,408	7,951	8,154	7,532	7,720	7,471	7,632	7,255	7,274	7,122	7,277	7,049	6,973	6,109
Tier 1 capital	8,391	8,408	7,951	8,154	7,532	7,720	7,471	7,632	7,255	7,274	7,122	7,277	7,049	6,973	6,109
Capital	10,314	9,847	9,894	10,107	9,499	9,730	9,476	9,635	8,743	8,763	8,614	8,774	8,553	8,507	8,009
MREL capital	13,202	13,113	13,411	13,533	12,937	13,183	12,445	12,033	11,167	11,596	10,837	11,112	11,587	11,580	10,985
Risk exposure	47,706	47,627	47,043	46,855	47,326	46,940	44,880	43,285	41,729	41,063	42,271	41,561	39,682	38,900	41,444
(Percent)															
Common equity tier 1	17.6	17.7	16.9	17.4	15.9	16.4	16.6	17.6	17.4	17.7	16.8	17.5	17.8	17.9	14.7
Tier 1 capital	17.6	17.7	16.9	17.4	15.9	16.4	16.6	17.6	17.4	17.7	16.8	17.5	17.8	17.9	14.7
Total capital	21.6	20.7	21.0	21.6	20.1	20.7	21.1	22.3	21.0	21.3	20.4	21.1	21.6	21.9	19.3
MREL capital	27.7	27.5	28.5	28.9	27.3	28.1	27.7	27.8	26.8	28.2	25.6	26.7	29.2	29.8	26.5

## Statements of income and comprehensive income

Note		Q1-Q3 2023 DKK 1,000	Q1-Q3 2022 DKK 1,000	Full year 2022 DKK 1,000
1	Interest income	2,360,160	1,293,554	1,865,848
2	Interest expenses	521,551	111,915	185,174
	<b>Net interest income</b>	<b>1,838,609</b>	<b>1,181,639</b>	<b>1,680,674</b>
	Dividends from shares etc.	90,166	98,822	99,637
3	Fee and commission income	759,060	787,440	1,038,855
3	Fee and commission expenses	68,145	63,659	91,602
	<b>Net interest and fee income</b>	<b>2,619,690</b>	<b>2,004,242</b>	<b>2,727,564</b>
4	Value adjustments	+128,058	-15,426	+73,493
	Other operating income	4,865	1,120	2,055
5,6	Staff and administration expenses	690,877	641,635	870,847
	Amortisation, depreciation, and write-downs on intangible and tangible assets	23,622	22,541	33,035
	Other operating expenses	7,452	4,955	6,607
7,11	Impairment charges for loans and other receivables etc.	-5,697	-10,078	-12,450
	Results from investments in associated companies and subsidiaries	0	0	-37
	<b>Profit before tax</b>	<b>2,024,965</b>	<b>1,310,727</b>	<b>1,880,136</b>
8	Tax	483,710	274,401	385,239
	<b>Net profit</b>	<b>1,541,255</b>	<b>1,036,326</b>	<b>1,494,897</b>
	Other comprehensive income:			
	Value changes in pension liabilities	0	+2,111	+2,111
	<b>Total comprehensive income for the period</b>	<b>1,541,255</b>	<b>1,038,437</b>	<b>1,497,008</b>



## Core earnings

Note		Q1-Q3 2023 DKK 1,000	Q1-Q3 2022 DKK 1,000	Full year 2022 DKK 1,000
	Net interest income	1,899,241	1,165,514	1,677,409
3	Net fee and commission income excluding securities trading	570,982	594,092	783,728
	Income from sector shares etc.	132,828	123,305	168,922
3	Foreign exchange income	56,912	48,590	66,262
	Other operating income	4,865	1,120	2,055
	<b>Total core income excluding securities trading</b>	<b>2,664,828</b>	<b>1,932,621</b>	<b>2,698,376</b>
3	Securities trading	119,933	129,689	163,525
	<b>Total core income</b>	<b>2,784,761</b>	<b>2,062,310</b>	<b>2,861,901</b>
5,6	Staff and administration expenses	690,877	641,635	870,847
	Depreciation and write-downs on tangible assets	8,990	7,909	13,526
	Other operating expenses	7,452	4,955	6,607
	Total expenses etc.	707,319	654,499	890,980
	<b>Core earnings before impairment charges for loans</b>	<b>2,077,442</b>	<b>1,407,811</b>	<b>1,970,921</b>
	Impairment charges for loans and other receivables etc.	-1,191	-2,356	-2,154
	<b>Core earnings</b>	<b>2,076,251</b>	<b>1,405,455</b>	<b>1,968,767</b>
	Result for the portfolio etc.	-36,654	-80,096	-69,122
	Amortisation and write-downs on intangible assets	14,632	14,632	19,509
	<b>Profit before tax</b>	<b>2,024,965</b>	<b>1,310,727</b>	<b>1,880,136</b>
8	Tax	483,710	274,401	385,239
	<b>Net profit</b>	<b>1,541,255</b>	<b>1,036,326</b>	<b>1,494,897</b>

## Balance sheet

Note		30 Sep. 2023 DKK 1,000	30 Sep. 2022 DKK 1,000	31 Dec. 2022 DKK 1,000
	<b>Assets</b>			
	Cash in hand and demand deposits with central banks	5,223,795	4,444,570	4,750,398
9	Receivables from credit institutions and central banks	448,288	1,363,390	776,039
10,11,12	Total loans and other receivables at amortised cost	49,589,602	48,051,932	48,341,941
	Loans and other receivables at amortised cost	48,668,196	46,969,214	47,300,816
	Loans for renewable energy projects with direct funding	921,406	1,082,718	1,041,125
13	Bonds at fair value	9,012,732	5,404,575	6,775,872
14	Shares etc.	1,418,078	1,492,919	1,331,791
	Investments in associated companies	481	481	481
	Investments in subsidiaries	11,982	12,020	11,982
15	Assets linked to pooled schemes	5,385,889	4,747,946	4,972,840
16	Intangible assets	1,028,531	1,048,040	1,043,163
	Total land and buildings	216,744	218,569	220,579
	Investment properties	3,667	8,667	3,667
	Domicile properties	196,101	185,007	196,048
	Domicile properties (leasing)	16,976	24,895	20,864
	Other tangible assets	14,778	15,064	14,731
	Current tax assets	0	0	20,056
	Deferred tax assets	53,573	17,810	23,033
	Temporary assets	4,250	4,881	2,000
	Other assets	827,170	623,946	677,490
	Prepayments	18,557	17,101	17,185
	<b>Total assets</b>	<b>73,254,450</b>	<b>67,463,244</b>	<b>68,979,581</b>

## Balance sheet – continued

Note		30 Sep. 2023 DKK 1,000	30 Sep. 2022 DKK 1,000	31 Dec. 2022 DKK 1,000
	<b>Liabilities and equity</b>			
17	Debt to credit institutions and central banks	2,470,752	3,476,586	3,567,758
	Total deposits and other debt	52,215,585	47,637,275	48,699,778
18	Deposits and other debt	46,829,696	42,889,329	43,726,938
	Deposits in pooled schemes	5,385,889	4,747,946	4,972,840
19	Issued bonds at amortised cost	4,984,750	4,261,776	4,255,498
	Preferred senior capital	2,230,209	968,746	966,492
	Non-preferred senior capital	2,754,541	3,293,030	3,289,006
	Current tax liabilities	441,753	204,905	0
	Other liabilities	979,441	748,455	1,033,971
	Deferred income	366	697	579
	<b>Total debt</b>	<b>61,092,647</b>	<b>56,329,694</b>	<b>57,557,584</b>
11	Provisions for losses on guarantees	58,778	65,544	66,596
11	Other provisions for liabilities	22,082	22,842	24,113
	<b>Total provisions for liabilities</b>	<b>80,860</b>	<b>88,386</b>	<b>90,709</b>
	Tier 2 capital	2,039,020	2,035,878	2,036,526
20	<b>Total subordinated debt</b>	<b>2,039,020</b>	<b>2,035,878</b>	<b>2,036,526</b>
21	Share capital	27,491	28,380	28,380
	Net revaluation reserve under the equity method	391	428	391
	Retained earnings	10,014,041	8,980,478	9,065,333
	Proposed dividend etc.	-	-	200,658
	<b>Total shareholders' equity</b>	<b>10,041,923</b>	<b>9,009,286</b>	<b>9,294,762</b>
	<b>Total liabilities and equity</b>	<b>73,254,450</b>	<b>67,463,244</b>	<b>68,979,581</b>
22	Own shares			
23	Contingent liabilities etc.			
24	Assets provided as security			
	Credit risk			
25	Loans and guarantees in percent, by sector and industry			
26	Loans, guarantees and unutilised credit facilities and loan undertakings by credit quality and IFRS 9 stages			
27	Miscellaneous information			

## Statement of changes in equity

DKK 1,000	Share capital	Net revaluation reserve under the equity method	Retained earnings	Proposed dividend etc.	Total shareholders' equity
<b>As at 30 September 2023:</b>					
<b>Shareholders' equity at the end of the previous financial year</b>	<b>28,380</b>	<b>391</b>	<b>9,065,333</b>	<b>200,658</b>	<b>9,294,762</b>
<b>Comprehensive income</b>					
Net profit for the period			1,541,255		1,541,255
<b>Total comprehensive income</b>	<b>0</b>	<b>0</b>	<b>1,541,255</b>	<b>0</b>	<b>1,541,255</b>
<b>Transactions with shareholders</b>					
Reduction of share capital	-889		889		0
Dividend etc. paid				-200,658	-200,658
Dividend received on own shares			6,714		6,714
Purchase of own shares			-1,422,894		-1,422,894
Sale of own shares			804,959		804,959
Other equity transactions (employee shares)			17,785		17,785
<b>Total transactions with shareholders</b>	<b>-889</b>	<b>0</b>	<b>-592,547</b>	<b>-200,658</b>	<b>-794,094</b>
<b>Shareholders' equity on the balance sheet date</b>	<b>27,491</b>	<b>391</b>	<b>10,014,041</b>	<b>0</b>	<b>10,041,923</b>

## Statement of changes in equity – continued

DKK 1,000	Share capital	Net revaluation reserve under the equity method	Retained earnings	Proposed dividend etc.	Total shareholders' equity
<b>As at 30 September 2022:</b>					
<b>Shareholders' equity at the end of the previous financial year</b>	<b>29,068</b>	<b>428</b>	<b>8,487,703</b>	<b>205,474</b>	<b>8,722,673</b>
<b>Comprehensive income</b>					
Net profit for the period			1,036,326		1,036,326
Other comprehensive income			2,111		2,111
<b>Total comprehensive income</b>	<b>0</b>	<b>0</b>	<b>1,038,437</b>	<b>0</b>	<b>1,038,437</b>
<b>Transactions with shareholders</b>					
Reduction of share capital	-688		688		0
Dividend etc. paid				-205,474	-205,474
Dividend received on own shares			5,638		5,638
Purchase of own shares			-1,256,654		-1,256,654
Sale of own shares			688,433		688,433
Other equity transactions (employee shares)			16,233		16,233
<b>Total transactions with shareholders</b>	<b>-688</b>	<b>0</b>	<b>-545,662</b>	<b>-205,474</b>	<b>-751,824</b>
<b>Shareholders' equity on the balance sheet date</b>	<b>28,380</b>	<b>428</b>	<b>8,980,478</b>	<b>0</b>	<b>9,009,286</b>

## Statement of changes in equity – continued

DKK 1,000	Share capital	Net revaluation reserve under the equity method	Retained earnings	Proposed dividend etc.	Total shareholders' equity
<b>As at 31 December 2022:</b>					
<b>Shareholders' equity at the end of the previous financial year</b>	<b>29,068</b>	<b>428</b>	<b>8,487,703</b>	<b>205,474</b>	<b>8,722,673</b>
<b>Comprehensive income</b>					
Net profit for the year		-37	1,294,276	200,658	1,494,897
Other comprehensive income			2,111		2,111
<b>Total comprehensive income</b>	<b>0</b>	<b>-37</b>	<b>1,296,387</b>	<b>200,658</b>	<b>1,497,008</b>
<b>Transactions with shareholders</b>					
Reduction of share capital	-688		688		0
Dividend etc. paid				-205,474	-205,474
Dividend received on own shares			5,638		5,638
Purchase of own shares			-1,507,045		-1,507,045
Sale of own shares			760,509		760,509
Other equity transactions (employee shares)			21,453		21,453
<b>Total transactions with shareholders</b>	<b>-688</b>	<b>0</b>	<b>-718,757</b>	<b>-205,474</b>	<b>-924,919</b>
<b>Shareholders' equity on the balance sheet date</b>	<b>28,380</b>	<b>391</b>	<b>9,065,333</b>	<b>200,658</b>	<b>9,294,762</b>

## Statement of capital

	30 Sep. 2023 DKK 1,000	30 Sep. 2022 DKK 1,000	31 Dec. 2022 DKK 1,000
Credit risk	41,472,097	41,849,438	40,843,152
Market risk	1,705,130	1,365,388	1,483,592
Operational risk	4,528,649	4,111,013	4,528,649
<b>Total risk exposure</b>	<b>47,705,876</b>	<b>47,325,839</b>	<b>46,855,393</b>
Shareholders' equity	10,041,923	9,009,286	9,294,762
Proposed dividend etc.	-	-	-200,658
Deduction for expected dividend	-269,719	-250,791	-
Addition for IFRS 9 transitional arrangements	324,415	434,783	469,846
Deduction for insufficient coverage of non-performing exposures	-21,158	-39,871	-25,341
Deduction for the sum of equity investments etc. above 10%	-275,302	-266,035	-194,192
Deduction for prudent valuation	-16,674	-12,468	-13,924
Deduction for intangible assets	-1,028,532	-1,048,040	-1,043,163
Deferred tax on intangible assets	15,649	20,084	18,855
Deferred tax on tangible assets etc.	-69,222	-37,894	-41,888
Deduction of amount of share buyback programme	-770,000	-738,000	-738,000
Actual utilisation of amount of share buyback programme	544,940	515,564	682,262
Deduction for trading limit for own shares	-55,000	-55,000	-55,000
Actual utilisation of the trading limit for own shares	408	2	0
Deduction for indirect ownership of own shares	-30,778	-	-
<b>Common equity tier 1</b>	<b>8,390,950</b>	<b>7,531,620</b>	<b>8,153,559</b>
<b>Tier 1 capital</b>	<b>8,390,950</b>	<b>7,531,620</b>	<b>8,153,559</b>
Tier 2 capital	2,040,715	2,043,650	2,043,645
Deduction for the sum of equity investments etc. above 10%	-117,436	-76,135	-90,606
<b>Total capital</b>	<b>10,314,229</b>	<b>9,499,135</b>	<b>10,106,598</b>
Non-preferred senior capital	2,887,918	3,438,190	3,426,434
<b>MREL capital</b>	<b>13,202,147</b>	<b>12,937,325</b>	<b>13,533,032</b>

## Statement of capital – continued

	30 Sep. 2023	30 Sep. 2022	31 Dec. 2022
<b>Common equity tier 1 capital ratio (%)</b>	<b>17.6</b>	<b>15.9</b>	<b>17.4</b>
<b>Tier 1 capital ratio (%)</b>	<b>17.6</b>	<b>15.9</b>	<b>17.4</b>
<b>Total capital ratio (%)</b>	<b>21.6</b>	<b>20.1</b>	<b>21.6</b>
<b>MREL capital ratio (%)</b>	<b>27.7</b>	<b>27.3</b>	<b>28.9</b>
Pillar I capital requirements (DKK 1,000)	3,816,470	3,786,067	3,748,431
Individual solvency requirement (%)	9.0	9.4	9.3
Capital conservation buffer (%)	2.5	2.5	2.5
Countercyclical buffer (%)*	2.4	1.0	2.0
Total requirement for the bank's total capital (%)	13.9	12.9	13.8
Excess cover in percentage points relative to individual solvency requirement	12.6	10.7	12.3
Excess cover in percentage points relative to total requirement for total capital	7.7	7.2	7.8
MREL requirement (%) – fixed by the Danish FSA	17.9	17.8	17.8
Excess cover in percentage points relative to MREL requirement	9.8	9.5	11.1

\* Calculated as an exposure-weighted average of the specific buffer rates in the home countries of the customers to whom the bank is exposed. The buffer rate for exposures to customers located in Denmark is 2.5%.



## Notes

Note	Q1-Q3 2023 DKK 1,000	Q1-Q3 2022 DKK 1,000	Full year 2022 DKK 1,000
<b>1 Interest income</b>			
Receivables from credit institutions and central banks – net	79,521	-12,024	-1,136
Loans and other receivables	2,155,547	1,062,804	1,581,790
Discounts – amortisation concerning loans taken over etc.	4,506	7,722	10,296
Loans – interest on the impaired part of loans	-47,536	-35,416	-49,059
Bonds – net	159,523	29,912	59,503
Total derivative financial instruments – net	8,288	61,724	82,373
of which currency contracts – net	7,306	17,665	27,665
of which interest-rate contracts – net	982	44,059	54,708
Other interest income	311	962	1,285
<b>Total interest income</b>	<b>2,360,160</b>	<b>1,115,684</b>	<b>1,685,052</b>
of which interest income from collateralised repurchase agreements/reverse repo transactions booked under the item “Loans and other receivables”	3,731	626	808
<b>Negative interest income transferred to interest expenses</b>			
Receivables from credit institutions and central banks	-	13,452	13,452
Bonds	-	2,497	2,497
Total derivative financial instruments	-	1,344	1,344
of which currency contracts	-	554	554
of which interest-rate contracts	-	790	790
<b>Total negative interest income transferred to interest expenses</b>	<b>-</b>	<b>17,293</b>	<b>17,293</b>
<b>Negative interest expenses transferred from interest expenses</b>			
Debt to credit institutions and central banks	-	57	57
Deposits and other debt	-	160,520	163,446
<b>Total negative interest expenses transferred from interest expenses</b>	<b>-</b>	<b>160,577</b>	<b>163,503</b>
<b>Total interest income</b>	<b>2,360,160</b>	<b>1,293,554</b>	<b>1,865,848</b>

## Notes – continued

Note	Q1-Q3 2023 DKK 1,000	Q1-Q3 2022 DKK 1,000	Full year 2022 DKK 1,000
<b>2</b>			
<b>Interest expenses</b>			
Debt to credit institutions and central banks – net	28,234	11,001	18,736
Deposits and other debt – net	303,890	-134,205	-100,778
Issued bonds	124,766	31,529	49,980
Subordinated debt	64,406	25,120	35,542
Other interest expenses	255	600	898
<b>Total interest expenses</b>	<b>521,551</b>	<b>-65,955</b>	<b>4,378</b>
<b>Negative interest expenses transferred to interest income</b>			
Debt to credit institutions and central banks	-	57	57
Deposits and other debt	-	160,520	163,446
<b>Total negative interest expenses transferred to interest income</b>	<b>-</b>	<b>160,577</b>	<b>163,503</b>
<b>Negative interest income transferred from interest income</b>			
Receivables from credit institutions and central banks	-	13,452	13,452
Bonds	-	2,497	2,497
Total derivative financial instruments	-	1,344	1,344
of which currency contracts	-	554	554
of which interest-rate contracts	-	790	790
<b>Total negative interest income transferred from interest income</b>	<b>-</b>	<b>17,293</b>	<b>17,293</b>
<b>Total interest expenses</b>	<b>521,551</b>	<b>111,915</b>	<b>185,174</b>
<b>3</b>			
<b>Gross fee and commission income</b>			
Securities trading	130,012	138,970	175,681
Asset management and custody accounts	170,554	167,162	221,355
Payment handling	129,173	111,275	151,053
Loan fees	60,131	93,393	126,221
Guarantee commission and mortgage credit commission etc.	185,436	195,929	256,622
Other fees and commission	83,754	80,711	107,923
<b>Total gross fee and commission income</b>	<b>759,060</b>	<b>787,440</b>	<b>1,038,855</b>
<b>Net fee and commission income</b>			
Securities trading	119,933	129,689	163,525
Asset management and custody accounts	159,172	156,411	207,436
Payment handling	91,837	79,714	103,569
Loan fees	54,546	84,190	114,527
Guarantee commission and mortgage credit commission etc.	185,436	195,929	256,622
Other fees and commission	79,991	77,848	101,574
<b>Total net fee and commission income</b>	<b>690,915</b>	<b>723,781</b>	<b>947,253</b>
Foreign exchange income	56,912	48,590	66,262
<b>Total net fee, commission, and foreign exchange income</b>	<b>747,827</b>	<b>772,371</b>	<b>1,013,515</b>

## Notes – continued

Note		Q1-Q3 2023 DKK 1,000	Q1-Q3 2022 DKK 1,000	Full year 2022 DKK 1,000
<b>4</b>	<b>Value adjustments</b>			
	Other loans and receivables	-804	-25,927	-28,775
	Bonds	27,194	-212,386	-166,484
	Shares etc.	46,826	22,135	65,409
	Foreign exchange	56,912	48,590	66,262
	Total derivative financial instruments	13,357	-66,523	-79,598
	of which currency contracts	-10,832	-132,988	-130,997
	of which interest-rate contracts	24,188	66,465	51,399
	of which share contracts	1	0	0
	Assets linked to pooled schemes	189,496	-908,760	-739,503
	Deposits in pooled schemes	-189,496	908,760	739,503
	Issued bonds etc.	-10,169	203,892	198,702
	Other liabilities	-5,258	14,793	17,977
	<b>Total value adjustments</b>	<b>128,058</b>	<b>-15,426</b>	<b>73,493</b>
	<b>Value adjustment for hedging in the period is distributed as follows:</b>			
	Currency contracts	-11,520	-144,049	-140,792
	Interest-rate contracts	26,181	-54,708	-54,196
	Other loans and receivables	766	-19,928	-21,692
	Other liabilities	-5,258	14,793	17,978
	Issued bonds	-5,733	194,090	189,168
	Tier 2 capital	-4,436	9,802	9,534
	<b>Total value adjustment for hedging</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>5</b>	<b>Staff and administration expenses</b>			
	Payments and fees to general management, board of directors and shareholders' committee			
	General management	17,383	14,355	19,172
	Board of directors	2,580	2,050	4,367
	Shareholders' committee	0	0	898
	Total	19,963	16,405	24,437
	Staff expenses			
	Salaries	290,460	288,110	389,689
	Pensions	34,595	32,325	43,876
	Social security expenses	5,080	4,649	5,727
	Costs depending on number of staff	52,735	46,115	62,268
	Total	382,870	371,199	501,560
	Other administration expenses	288,044	254,031	344,850
	<b>Total staff and administration expenses</b>	<b>690,877</b>	<b>641,635</b>	<b>870,847</b>
<b>6</b>	<b>Number of full-time employees</b>			
	Average number of employees during the period converted into full-time employees	<b>650</b>	<b>638</b>	<b>641</b>
	Number of full-time employees at the end of the period	<b>663</b>	<b>648</b>	<b>646</b>

## Notes – continued

Note		Q1-Q3 2023 DKK 1,000	Q1-Q3 2022 DKK 1,000	Full year 2022 DKK 1,000
<b>7</b>	<b>Impairment charges for loans and other receivables etc.</b>			
	Net changes in impairment charges for loans and other receivables etc. and provisions for losses on guarantees and unutilised credit facilities	55,936	17,273	18,851
	Actual realised net losses	-2,703	28,221	42,658
	Interest on the impaired part of loans	-47,536	-35,416	-49,059
	<b>Total impairment charges for loans and other receivables etc.</b>	<b>5,697</b>	<b>10,078</b>	<b>12,450</b>
<b>8</b>	<b>Tax</b>			
	Tax calculated on income for the year	514,106	259,782	374,752
	Adjustment of deferred tax	-28,892	16,874	11,928
	Effect on deferred tax of change in tax rate	-1,648	-2,262	-2,925
	Adjustment of tax calculated for previous years	144	7	1,484
	<b>Total tax</b>	<b>483,710</b>	<b>274,401</b>	<b>385,239</b>
	<b>Effective tax rate (%):</b>			
	Tax rate currently paid by the bank	25.2	22.0	22.0
	Non-taxable income and non-deductible costs*	-1.2	-0.9	-1.4
	Effect of change in tax rate	-0.1	-0.2	-0.2
	Adjustment regarding previous years etc.	0.0	0.0	0.1
	<b>Total effective tax rate</b>	<b>23.9</b>	<b>20.9</b>	<b>20.5</b>
	<i>* Primarily value adjustment of and dividends from sector shares.</i>			

Note		30 Sep. 2023 DKK 1,000	30 Sep. 2022 DKK 1,000	31 Dec. 2022 DKK 1,000
<b>9</b>	<b>Receivables from credit institutions and central banks</b>			
	Demand	448,288	1,363,390	776,039
	<b>Total receivables from credit institutions and central banks</b>	<b>448,288</b>	<b>1,363,390</b>	<b>776,039</b>
<b>10</b>	<b>Loans and other receivables at amortised cost</b>			
	Demand	8,508,441	9,150,134	7,353,370
	Up to and including 3 months	3,448,848	2,937,678	2,475,978
	More than 3 months and up to and including 1 year	8,717,069	8,896,876	9,815,126
	More than 1 year and up to and including 5 years	12,321,637	11,884,453	11,945,344
	More than 5 years	16,593,607	15,182,791	16,752,123
	<b>Total loans and other receivables at amortised cost</b>	<b>49,589,602</b>	<b>48,051,932</b>	<b>48,341,941</b>
	of which collateralised repurchase agreements/reverse repo transactions	367,835	92,214	0

## Notes – continued

Note	Stage 1 DKK 1,000	Stage 2 DKK 1,000	Stage 3 DKK 1,000	Total DKK 1,000
<b>11</b>				
<b>Impairment charges for loans and other receivables and provisions for losses on guarantees, unutilised credit facilities and loan undertakings</b>				
<b>Impairment charges and provisions – by stages</b>				
<b>As at 30 September 2023</b>				
Loans and other receivables at amortised cost	254,543	1,078,371	944,333	2,277,247
Guarantees	4,787	12,642	41,349	58,778
Unutilised credit facilities and loan undertakings	9,104	12,978	0	22,082
<b>Total impairment charges and provisions by stages</b>	<b>268,434</b>	<b>1,103,991</b>	<b>985,682</b>	<b>2,358,107</b>
of which management estimates	129,792	472,813	274,037	876,642
<b>As at 30 September 2022</b>				
Loans and other receivables at amortised cost	217,162	949,889	1,045,156	2,212,207
Guarantees	4,355	13,158	48,031	65,544
Unutilised credit facilities and loan undertakings	7,196	15,646	0	22,842
<b>Total impairment charges and provisions by stages</b>	<b>228,713</b>	<b>978,693</b>	<b>1,093,187</b>	<b>2,300,593</b>
of which management estimates	113,376	413,151	219,359	745,886
<b>As at 31 December 2022</b>				
Loans and other receivables at amortised cost	213,651	1,009,429	988,382	2,211,462
Guarantees	4,955	15,194	46,447	66,596
Unutilised credit facilities and loan undertakings	8,154	15,959	0	24,113
<b>Total impairment charges and provisions by stages</b>	<b>226,760</b>	<b>1,040,582</b>	<b>1,034,829</b>	<b>2,302,171</b>
of which management estimates	107,591	409,336	277,283	794,210

Note	30 Sep. 2023 DKK 1,000	30 Sep. 2022 DKK 1,000	31 Dec. 2022 DKK 1,000
<b>11</b>			
<b>Impairment charges for loans and other receivables and provisions for losses on guarantees, unutilised credit facilities and loan undertakings – continued</b>			
In addition to the above, a discount on loans and guarantees taken over from Nordjyske Bank amounted to	0	7,081	4,507
The above includes the following stage 3 impairment charges and provisions taken over from Nordjyske Bank:			
Cumulative stage 3 impairment charges and provisions at the end of the previous financial year	155,343	190,619	190,619
Change during the period	-32,756	-23,259	-35,276
<b>Total stage 3 impairment charges and provisions taken over</b>	<b>122,587</b>	<b>167,360</b>	<b>155,343</b>

## Notes – continued

Note	Stage 1 DKK 1,000	Stage 2 DKK 1,000	Stage 3 DKK 1,000	Total DKK 1,000	Impairment charges etc. taken to income state- ment DKK 1,000
<b>11</b>					
<b>Impairment charges for loans and other receivables and provisions for losses on guarantees, unutilised credit facilities and loan undertakings – continued</b>					
<b>Impairment charges and provisions</b>					
<b>As at 30 September 2023</b>					
Impairment charges and provisions at the end of the previous financial year	226,760	1,040,582	1,034,829	2,302,171	-
Impairment charges and provisions for new exposures during the period, including new accounts for existing customers	67,139	59,499	83,387	210,025	210,025
Reversed impairment charges and provisions for repaid accounts	-40,381	-132,665	-73,808	-246,854	-246,854
Transfer of impairment charges and provisions at beginning of period to stage 1	207,391	-200,799	-6,592	0	0
Transfer of impairment charges and provisions at beginning of period to stage 2	-11,835	49,142	-37,307	0	0
Transfer of impairment charges and provisions at beginning of period to stage 3	-315	-20,758	21,073	0	0
Impairment charges and provisions during the year resulting from credit risk change	-180,325	308,990	-8,813	119,852	119,852
Previously written down, now definitively lost	-	-	-27,087	-27,087	-
Lost, not previously written down	-	-	-	-	4,871
Received on receivables previously written off	-	-	-	-	-34,661
Interest on the impaired part of loans	-	-	-	-	-47,536
<b>Total impairment charges and provisions</b>	<b>268,434</b>	<b>1,103,991</b>	<b>985,682</b>	<b>2,358,107</b>	<b>5,697</b>
of which regarding credit institutions etc.	755	0	0	755	364

## Notes – continued

Note	Stage 1 DKK 1,000	Stage 2 DKK 1,000	Stage 3 DKK 1,000	Total DKK 1,000	Impair- ment charges etc. taken to income state- ment DKK 1,000
<b>11</b>					
<b>Impairment charges for loans and other receivables and provisions for losses on guarantees, unutilised credit facilities and loan undertakings – continued</b>					
<b>Impairment charges and provisions</b>					
<b>As at 30 September 2022</b>					
Impairment charges and provisions at the end of the previous financial year	251,041	858,497	1,173,782	2,283,320	-
Impairment charges and provisions for new exposures during the period, including new accounts for existing customers	69,217	75,450	82,291	226,958	226,958
Reversed impairment charges and provisions for repaid accounts	-52,292	-107,473	-98,040	-257,805	-257,805
Transfer of impairment charges and provisions at beginning of period to stage 1	157,304	-136,737	-20,567	0	0
Transfer of impairment charges and provisions at beginning of period to stage 2	-10,642	51,520	-40,878	0	0
Transfer of impairment charges and provisions at beginning of period to stage 3	-278	-34,545	34,823	0	0
Impairment charges and provisions during the year resulting from credit risk change	-185,637	271,981	-6,028	80,316	80,316
Previously written down, now definitively lost	-	-	-32,196	-32,196	-
Lost, not previously written down	-	-	-	-	7,491
Received on receivables previously written off	-	-	-	-	-11,466
Interest on the impaired part of loans	-	-	-	-	-35,416
<b>Total impairment charges and provisions</b>	<b>228,713</b>	<b>978,693</b>	<b>1,093,187</b>	<b>2,300,593</b>	<b>10,078</b>
of which regarding credit institutions etc.	2,553	0	0	2,553	-749

## Notes – continued

Note	Stage 1 DKK 1,000	Stage 2 DKK 1,000	Stage 3 DKK 1,000	Total DKK 1,000	Impair- ment charges etc. taken to income state- ment DKK 1,000
<b>11</b>					
<b>Impairment charges for loans and other receivables and provisions for losses on guarantees, unutilised credit facilities and loan undertakings – continued</b>					
<b>Impairment charges and provisions</b>					
<b>As at 31 December 2022</b>					
Impairment charges and provisions at the end of the previous financial year	251,041	858,497	1,173,782	2,283,320	-
Impairment charges and provisions for new exposures during the period, including new accounts for existing customers	80,296	148,705	60,126	289,127	289,127
Reversed impairment charges and provisions for repaid accounts	-66,346	-144,630	-124,811	-335,787	-335,787
Transfer of impairment charges and provisions at beginning of period to stage 1	178,445	-154,905	-23,540	0	0
Transfer of impairment charges and provisions at beginning of period to stage 2	-18,592	108,600	-90,008	0	0
Transfer of impairment charges and provisions at beginning of period to stage 3	-429	-20,717	21,146	0	0
Impairment charges and provisions during the year resulting from credit risk change	-197,655	245,032	69,725	117,102	117,102
Previously written down, now definitively lost	-	-	-51,591	-51,591	-
Lost, not previously written down	-	-	-	-	16,300
Received on receivables previously written off	-	-	-	-	-25,233
Interest on the impaired part of loans	-	-	-	-	-49,059
<b>Total impairment charges and provisions</b>	<b>226,760</b>	<b>1,040,582</b>	<b>1,034,829</b>	<b>2,302,171</b>	<b>12,450</b>
of which regarding credit institutions etc.	391	0	0	391	-2,911



## Notes – continued

Note	30 Sep. 2023 DKK 1,000	30 Sep. 2022 DKK 1,000	31 Dec. 2022 DKK 1,000
<b>12</b>	<b>Suspended interest</b>		
	Loans and other receivables with suspended interest on the balance sheet date	<b>147,926</b>	<b>87,872</b>
<b>13</b>	<b>Bonds at fair value</b>		
	Government bonds	611,194	0
	Mortgage credit bonds	7,166,598	4,164,848
	Other bonds	1,234,940	1,239,727
	<b>Total bonds at fair value</b>	<b>9,012,732</b>	<b>5,404,575</b>
	<b>Bonds at fair value by rating classes (%)</b>		
	Aaa/AAA	86	77
	A2/A-	1	0
	A3/A-	4	6
	Baa1/BBB+	0	1
	Baa2/BBB	2	2
	Ba1/BB+	0	1
	Not rated	7	13
	<b>Total</b>	<b>100</b>	<b>100</b>
	Ratings from the credit rating agencies Moody's Investors Service, Standard & Poor's and Fitch were used in the specification. If an issue has more than one rating, the lowest is used.		
<b>14</b>	<b>Shares etc.</b>		
	Listed on Nasdaq Copenhagen	52,666	28,660
	Investment fund certificates	7,651	10,568
	Unlisted shares at fair value	8,678	6,838
	Sector shares at fair value	1,349,083	1,446,853
	<b>Total shares etc.</b>	<b>1,418,078</b>	<b>1,492,919</b>
<b>15</b>	<b>Assets linked to pooled schemes</b>		
	Cash deposits	8,273	11,305
	Bonds:		
	Other bonds	1,392,999	1,348,122
	Total bonds	1,392,999	1,348,122
	Shares:		
	Other shares	644,395	748,614
	Investment fund certificates	3,372,924	2,675,248
	Total shares	4,017,319	3,423,862
	Other items	-32,702	-35,343
	<b>Total assets linked to pooled schemes</b>	<b>5,385,889</b>	<b>4,747,946</b>

## Notes – continued

Note	30 Sep. 2023 DKK 1,000	30 Sep. 2022 DKK 1,000	31 Dec. 2022 DKK 1,000	
<b>16</b>	<b>Intangible assets</b>			
	<b>Goodwill</b>			
	Cost at the end of the previous financial year	923,255	923,255	923,255
	Total cost on the balance sheet date	923,255	923,255	923,255
	Write-downs at the end of the previous financial year	0	0	0
	Total write-downs on the balance sheet date	0	0	0
	<b>Total goodwill on the balance sheet date</b>	<b>923,255</b>	<b>923,255</b>	<b>923,255</b>
	<b>Customer relationships</b>			
	Cost at the end of the previous financial year	195,088	195,088	195,088
	Total cost on the balance sheet date	195,088	195,088	195,088
	Amortisation at the end of the previous financial year	75,180	55,671	55,671
	Amortisation for the period	14,632	14,632	19,509
	Total amortisation on the balance sheet date	89,812	70,303	75,180
	<b>Total customer relationships on the balance sheet date</b>	<b>105,276</b>	<b>124,785</b>	<b>119,908</b>
	<b>Total intangible assets on the balance sheet date</b>	<b>1,028,531</b>	<b>1,048,040</b>	<b>1,043,163</b>
<b>17</b>	<b>Debt to credit institutions and central banks</b>			
	Demand	555,351	785,730	758,592
	Up to and including 3 months	532,299	32,534	331,075
	More than 3 months and up to and including 1 year	584,059	1,167,468	1,128,099
	More than 1 year and up to and including 5 years	232,726	855,526	758,383
	More than 5 years	566,317	635,328	591,609
	<b>Total debt to credit institutions and central banks</b>	<b>2,470,752</b>	<b>3,476,586</b>	<b>3,567,758</b>
<b>18</b>	<b>Deposits and other debt</b>			
	Demand	37,124,062	36,130,422	35,665,320
	Deposits and other debt with notice:			
	Up to and including 3 months	2,370,804	976,824	2,190,631
	More than 3 months and up to and including 1 year	3,851,156	2,654,892	2,577,901
	More than 1 year and up to and including 5 years	798,348	631,330	621,464
	More than 5 years	2,685,326	2,495,861	2,671,622
	<b>Total deposits and other debt</b>	<b>46,829,696</b>	<b>42,889,329</b>	<b>43,726,938</b>
	of which deposits covered by the Guarantee Fund	54.7%	57.5%	55.6%
	Distributed as follows:			
	Demand	34,026,880	35,867,903	34,739,640
	With notice	4,273,527	1,271,094	2,185,866
	Time deposits	3,755,121	2,064,169	3,106,657
	Long-term deposit agreements	1,721,439	947,910	758,090
	Special types of deposits	3,052,729	2,738,253	2,936,685
		<b>46,829,696</b>	<b>42,889,329</b>	<b>43,726,938</b>

## Notes – continued

Note	30 Sep. 2023 DKK 1,000	30 Sep. 2022 DKK 1,000	31 Dec. 2022 DKK 1,000
<b>19 Issued bonds at amortised cost</b>			
Up to and including 3 months	0	0	259,405
More than 3 months and up to and including 1 year	1,092,172	627,499	368,799
More than 1 year and up to and including 5 years	3,524,720	2,886,368	2,450,260
More than 5 years	367,858	747,909	1,177,034
<b>Total issued bonds at amortised cost</b>	<b>4,984,750</b>	<b>4,261,776</b>	<b>4,255,498</b>
Distributed as follows:			
Preferred senior capital	2,290,573	1,003,928	1,003,921
Adjustment to amortised cost and fair value adjustment	-60,364	-35,182	-37,429
<b>Total preferred senior capital</b>	<b>2,230,209</b>	<b>968,746</b>	<b>966,492</b>
Non-preferred senior capital	2,887,918	3,438,190	3,426,434
Adjustment to amortised cost and fair value adjustment	-133,377	-145,160	-137,428
<b>Total non-preferred senior capital</b>	<b>2,754,541</b>	<b>3,293,030</b>	<b>3,289,006</b>
<b>Total issued bonds at amortised cost</b>	<b>4,984,750</b>	<b>4,261,776</b>	<b>4,255,498</b>
<b>20 Subordinated debt</b>			
Tier 2 capital:			
Fixed-rate loan, principal of DKK 500 million, maturity date 13 June 2028 (repaid)	-	500,000	500,000
Floating-rate loan, principal of EUR 100 million, maturity date 22 August 2029	745,715	743,650	743,645
Floating-rate loan, principal of DKK 300 million, maturity date 13 June 2030	300,000	300,000	300,000
Floating-rate loan, principal of DKK 500 million, maturity date 11 January 2032	500,000	500,000	500,000
Floating-rate loan, principal of DKK 500 million, maturity date 1 September 2033	500,000	-	-
Adjustment to amortised cost and fair value adjustment	-6,695	-7,772	-7,119
<b>Total subordinated debt</b>	<b>2,039,020</b>	<b>2,035,878</b>	<b>2,036,526</b>
<b>21 Share capital</b>			
Number of DKK 1 shares			
Beginning of period	28,379,666	29,067,721	29,067,721
Cancelled during the period	-888,327	-688,055	-688,055
<b>End of period</b>	<b>27,491,339</b>	<b>28,379,666</b>	<b>28,379,666</b>
of which reserved for subsequent cancellation	545,510	621,827	826,527
<b>Total share capital</b>	<b>27,491</b>	<b>28,380</b>	<b>28,380</b>

## Notes – continued

Note	30 Sep. 2023 DKK 1,000	30 Sep. 2022 DKK 1,000	31 Dec. 2022 DKK 1,000
<b>22 Own shares</b>			
Own shares included in the balance sheet at	0	0	0
Market value	557,374	501,816	783,548
Number of own shares:			
Beginning of period	826,527	635,988	635,988
Purchased during the period	1,432,072	1,501,270	1,781,303
Sold during the period	-824,362	-827,374	-902,709
Cancelled during the period	-888,327	-688,055	-688,055
End of period	545,910	621,829	826,527
of which reserved for subsequent cancellation	545,510	621,827	826,527
Nominal value of holding of own shares, end of period	546	622	827
Own shares' proportion of share capital, end of period (%)	2.0	2.2	2.9
<b>23 Contingent liabilities etc.</b>			
<b>Contingent liabilities</b>			
Financial guarantees	2,500,078	2,737,785	2,345,714
Guarantees against losses on mortgage credit loans	1,915,062	2,396,855	2,199,287
Registration and refinancing guarantees	1,517,117	2,977,803	2,163,492
Sector guarantees	105,830	104,485	104,485
Other contingent liabilities	742,321	780,804	756,701
<b>Total contingent liabilities</b>	<b>6,780,408</b>	<b>8,997,732</b>	<b>7,569,679</b>
<b>Other contractual obligations</b>			
Irrevocable credit undertakings etc.	247,807	134,795	84,055
<b>Total other contractual obligations</b>	<b>247,807</b>	<b>134,795</b>	<b>84,055</b>
<b>24 Assets provided as security</b>			
First-mortgage loans are provided for renewable energy projects. The loans are funded directly by KfW Bankengruppe, to which security in the associated loans has been provided. Each reduction of the first-mortgage loans is deducted directly from the funding at KfW Bankengruppe.			
The balance sheet item is	<b>921,406</b>	<b>1,082,718</b>	<b>1,041,125</b>
Pledged to Danmarks Nationalbank as collateral for clearing etc.:			
Balance in current account with Danmarks Nationalbank	<b>35,531</b>	<b>35,531</b>	<b>35,531</b>
Collateral under CSA agreements etc.	<b>231,356</b>	<b>129,359</b>	<b>226,293</b>

## Notes – continued

Note	30 Sep. 2023		30 Sep. 2022		31 Dec. 2022	
	DKK million	%	DKK million	%	DKK million	%
<b>25</b>	<b>Loans and guarantees by sector and industry</b>					
	<b>2.6</b>	<b>0.0</b>	<b>2.5</b>	<b>0.0</b>	<b>2.4</b>	<b>0.0</b>
	<b>Public authorities</b>					
	<b>Business customers:</b>					
	Agriculture, hunting and forestry					
	594.9	1.1	609.2	1.1	588.0	1.1
	567.6	1.0	631.1	1.1	501.9	0.9
	Other agriculture, hunting and forestry					
	3,090.7	5.5	2,553.6	4.5	2,518.2	4.5
	658.8	1.2	756.0	1.3	759.7	1.4
	Fisheries					
	1,861.6	3.3	1,727.6	3.0	2,001.4	3.6
	Industry and raw materials extraction					
	Energy supply					
	2,978.3	5.3	3,927.4	6.9	4,213.6	7.5
	140.4	0.2	223.2	0.4	88.2	0.2
	Other energy supply					
	2,543.3	4.5	1,895.3	3.3	2,065.5	3.7
	Building and construction					
	2,319.3	4.1	2,360.2	4.1	2,311.7	4.1
	Trade					
	792.6	1.4	828.1	1.5	808.5	1.4
	Transport, hotels, and restaurants					
	141.0	0.3	204.6	0.4	173.7	0.3
	Information and communication					
	7,197.2	12.8	6,052.2	10.6	6,005.5	10.8
	Finance and insurance					
	Real property					
	Real property financing without prior creditors					
	8,606.4	15.3	7,952.8	14.0	8,061.1	14.4
	Other real property financing					
	2,521.9	4.4	2,304.6	4.0	2,419.1	4.3
	Other business customers					
	<b>37,607.7</b>	<b>66.8</b>	<b>35,871.2</b>	<b>62.9</b>	<b>36,312.6</b>	<b>65.0</b>
	<b>Total business customers</b>					
	SMEs' share of this (in percentage points)					
	33,024.7	58.7	30,918.6	54.3	31,216.0	55.9
	<b>Private individuals</b>					
	<b>18,700.9</b>	<b>33.2</b>	<b>21,110.4</b>	<b>37.1</b>	<b>19,530.0</b>	<b>35.0</b>
	<b>Total</b>					
	<b>56,311.2</b>	<b>100.0</b>	<b>56,984.1</b>	<b>100.0</b>	<b>55,845.0</b>	<b>100.0</b>

## Notes – continued

Note	Stage 1 DKK 1,000	Stage 2 DKK 1,000	Stage 3 DKK 1,000	Credit- impaired on initial recognition DKK 1,000	Total DKK 1,000	Total %
<b>26</b>	<b>Loans, guarantees and unutilised credit facilities and loan undertakings by credit quality and IFRS 9 stages</b>					
	<b>As at 30 Sep. 2023</b>					
	<b>Credit quality*</b>					
High	60,817,085	468,151	0	0	<b>61,285,236</b>	<b>74.2%</b>
Medium	11,358,636	2,340,945	0	0	<b>13,699,581</b>	<b>16.6%</b>
Low	1,417,311	4,696,335	0	0	<b>6,113,646</b>	<b>7.4%</b>
Credit-impaired	-	-	1,294,997	187,902	<b>1,482,899</b>	<b>1.8%</b>
<b>Total</b>	<b>73,593,032</b>	<b>7,505,431</b>	<b>1,294,997</b>	<b>187,902</b>	<b>82,581,362</b>	<b>100%</b>
<b>Impairment charges etc.</b>	<b>268,434</b>	<b>1,103,991</b>	<b>863,095</b>	<b>122,587</b>	<b>2,358,107</b>	
	<b>As at 30 Sep. 2022</b>					
	<b>Credit quality*</b>					
High	61,088,541	195,480	0	0	<b>61,284,021</b>	<b>76.4%</b>
Medium	10,171,471	1,680,404	0	0	<b>11,851,875</b>	<b>14.8%</b>
Low	1,660,293	3,722,853	0	0	<b>5,383,146</b>	<b>6.7%</b>
Credit-impaired	-	-	1,468,561	252,361	<b>1,720,922</b>	<b>2.1%</b>
<b>Total</b>	<b>72,920,305</b>	<b>5,598,737</b>	<b>1,468,561</b>	<b>252,361</b>	<b>80,239,964</b>	<b>100%</b>
<b>Impairment charges etc.</b>	<b>228,713</b>	<b>978,693</b>	<b>925,827</b>	<b>167,360</b>	<b>2,300,593</b>	
	<b>As at 31 Dec. 2022</b>					
	<b>Credit quality*</b>					
High	58,193,355	51,430	0	0	<b>58,244,785</b>	<b>74.0%</b>
Medium	11,063,228	2,409,161	0	0	<b>13,472,389</b>	<b>17.1%</b>
Low	1,165,646	4,404,266	0	0	<b>5,569,912</b>	<b>7.1%</b>
Credit-impaired	-	-	1,214,455	229,610	<b>1,444,065</b>	<b>1.8%</b>
<b>Total</b>	<b>70,422,229</b>	<b>6,864,857</b>	<b>1,214,455</b>	<b>229,610</b>	<b>78,731,151</b>	<b>100%</b>
<b>Impairment charges etc.</b>	<b>226,760</b>	<b>1,040,582</b>	<b>879,486</b>	<b>155,343</b>	<b>2,302,171</b>	

\*The categories 'high', 'medium' and 'low' credit quality do not translate directly into the Danish FSA's rating classes but, as a rule, 'high' credit quality can be viewed as FSA rating classes 3 and 2a, 'medium' credit quality as the best part of FSA rating class 2b, while 'low' credit quality covers the rest of FSA rating class 2b and rating class 2c as well as the customers with objective evidence of impairment where losses are not expected in the most probable scenario. Exposures which are credit-impaired on initial recognition are those where losses are expected in the most probable scenario.

## Notes – continued

27	<b>Miscellaneous information</b> Core earnings per DKK 1 share on page 6 are stated for the “old” Ringkjøbing Landbobank up to and including 2017, pro forma for 2018 and for the merged bank from 2019.
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## Main figures

Summary of income statement (DKK million)	Q1-Q3 2023	Q1-Q3 2022	Full year 2022
Net interest income	1,839	1,182	1,681
Dividends from shares etc.	90	99	100
Net fee and commission income	691	724	947
Net interest and fee income	2,620	2,005	2,728
Value adjustments	+128	-15	+73
Other operating income	5	1	2
Staff and administration expenses	691	642	871
Amortisation, depreciation, and write-downs on intangible and tangible assets	24	23	33
Other operating expenses	7	5	7
Impairment charges for loans and receivables etc.	-6	-10	-12
Profit before tax	2,025	1,311	1,880
Tax	484	275	385
Net profit	1,541	1,036	1,495

Main figures from the balance sheet (DKK million)	30 Sep. 2023	30 Sep. 2022	31 Dec. 2022
Loans and other receivables at amortised cost	49,590	48,052	48,342
Deposits and other debt including pooled schemes	52,216	47,637	48,700
Subordinated debt	2,039	2,036	2,037
Equity	10,042	9,009	9,295
Balance sheet total	73,254	67,463	68,980



## The Danish FSA's official key figures/ratios etc. for Danish banks

		Q1-Q3 2023	Q1-Q3 2022	Full year 2022
<b>Capital ratios:</b>				
Total capital ratio	%	21.6	20.1	21.6
Tier 1 capital ratio	%	17.6	15.9	17.4
Individual solvency requirement	%	9.0	9.4	9.3
MREL requirement – fixed by the Danish FSA	%	17.9	17.8	17.8
MREL capital ratio	%	27.7	27.3	28.9
<b>Earnings:</b>				
Return on equity before tax	%	20.9	14.8	20.9
Return on equity after tax	%	15.9	11.7	16.6
Income/cost ratio	DKK	3.78	2.93	3.04
Cost/income ratio	%	25.4	31.7	31.1
Return on assets	%	2.1	1.5	2.2
<b>Market risk:</b>				
Interest rate risk	%	0.5	0.8	0.7
Foreign exchange position	%	1.1	1.1	1.1
Foreign exchange risk	%	0.0	0.0	0.0
<b>Liquidity risk:</b>				
Liquidity Coverage Ratio (LCR)	%	236.5	219.0	187.9
Net Stable Funding Ratio (NSFR)	%	121.0	117.8	118.9
Loans and impairments thereon relative to deposits	%	99.3	105.5	103.8
<b>Credit risk:</b>				
Loans relative to shareholders' equity		4.9	5.3	5.2
Growth in loans	%	1.8	16.6	17.5
Total large exposures (<175%)	%	126.2	130.1	118.0
Cumulative impairment ratio	%	4.0	3.9	4.0
Impairment ratio	%	0.01	0.02	0.02
Proportion of receivables at reduced interest	%	0.3	0.1	0.1
<b>Share return:</b>				
Earnings per share*/***	DKK	5,566.4	3,688.7	5,340.4
Book value per share*/**	DKK	37,268	32,457	33,734
Dividend per share*	DKK	0	0	700
Market price relative to earnings per share*/***		18.3	21.9	17.8
Market price relative to book value per share*/**		2.74	2.49	2.81

\* Calculated on the basis of a denomination of DKK 100 per share.

\*\* Calculated on the basis of number of shares in circulation at the end of the period.

\*\*\* Calculated on the basis of the average number of shares. The average number of shares is calculated as a simple average of the shares at the beginning and the end of the period.

## Management statement

The board of directors and the general management have today discussed and approved the quarterly report of Ringkjøbing Landbobank A/S for the period 1 January to 30 September 2023.

The quarterly report is drawn up in accordance with the provisions of the Danish Financial Business Act and other Danish disclosure requirements for listed financial companies. We consider the chosen accounting policies to be appropriate and the estimates made responsible, so that the quarterly report provides a true and fair view of the bank's assets, liabilities and financial position as at 30 September 2023 and of the result of the bank's activities for the period 1 January to 30 September 2023. We also believe that the management's review contains a true and fair account of the development in the bank's activities and financial circumstances as well as a description of the most important risks and uncertainties which can affect the bank.

The quarterly report has not been audited or reviewed, but the bank's external auditors have verified the profit by carrying out procedures corresponding to those required for a review and have thereby checked that the conditions for ongoing recognition of the profit for the period in the common equity tier 1 capital have been met.

Ringkøbing, 25 October 2023

General management:

John Fisker  
CEO

Claus Andersen  
General Manager

Jørn Nielsen  
General Manager

Carl Pedersen  
General Manager

Board of directors:

Martin Krogh Pedersen  
Chairman

Mads Hvolby  
Deputy Chairman

Jens Møller Nielsen  
Deputy Chairman

Morten Jensen

Jon Steingrim Johnsen

Anne Kaptain

Jacob Møller

Lone Rejkjær Söllumann

Lene Weldum

Lisa Munkholm  
Employee board member

Nanna G. Snogdal  
Employee board member

Martin Wilche  
Employee board member

Finn Aaen  
Employee board member