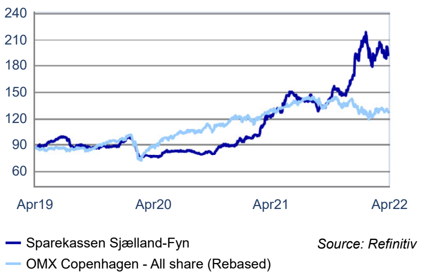
Sparekassen Sjælland-Fyn

Financials
Denmark

KEY DATA

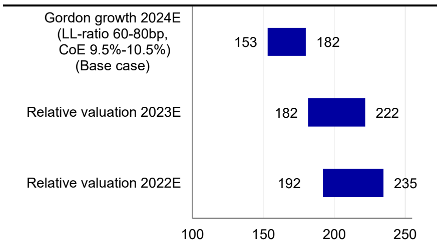
Stock country	Denmark
Bloomberg	SPKSJF DC
Reuters	SPKSJF.CO
Share price (close)	DKK 194.5
Free Float	84%
Market cap. (bn)	EUR 0.46/DKK 3.38
Website	www.spks.dk/
Next report date	05 May 2022

PERFORMANCE



Source: Refinitiv

VALUATION APPROACH



Source: Nordea estimates

ESTIMATE CHANGES

Year	2022E	2023E	2024E
Total revenue	0%	1%	1%
Total costs	0%	0%	0%
Profit before loan losses	0%	3%	3%
PTP	0%	3%	3%
DPS (ord)	0%	0%	0%
EPS (adj)	0%	3%	3%

Source: Nordea estimates

Nordea Markets - Analysts
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Analyst

Edging towards a guidance upgrade

Booming corporate lending and solid asset quality have spurred guidance upgrades among the Danish banks ahead of the Q1 2022 reports. We see a positive read-across, specifically on lending, which is to be further boosted by the overhanging phase-out of government relief packages. We raise 2023E-24E adjusted EPS by 3%, due to an anticipated step-up in lending volumes. We maintain a cautious approach to loan losses for now but see scope for reversals. We estimate full-year pre-tax profit of DKK 489m, which puts us at the top of the guidance range (DKK 385-510m). Our new Gordon growth-based fair value range is DKK 153-182 (152-179).

Transition back towards "normal" supports revenue streams

Corporate lending volumes were off to a solid start in 2022, up ~4% from the end of 2021 to the end of February 2022. Still we see further upside from the overhanging phase-out of government relief packages and the transition back towards market-based financing; in April 2022, Danish corporates were to repay a total of DKK ~22bn, according to the Danish Tax Agency. Although Sparekassen's loan book is tilted towards private (~54%) versus corporate debtors (~46%), a step-up in our 2022 lending estimate is warranted, we believe.

We raise 2023E-24E EPS by 3%

We lift 2022E-24E NII by 2-3%, as we pencil in a step-up in lending volumes; we estimate DKK ~12.7bn in total lending for 2022, up DKK ~600m (~5%) from Q4 2021. On the negative side, we lower our estimate for market value adjustments for Q1 2022E. According to preliminary results among peers, loan loss reversals contributed positively to earnings in the first quarter of 2022. We stick to our DKK 10m loan loss estimate for 2022 for now but see scope for reversals given Sparekassen's high management buffer of DKK 219m (6% of market cap). For 2022, Sparekassen Sjælland-Fyn guides for DKK 385-510m in pre-tax profit. We estimate DKK 489m and hence see a guidance hike as within reach.

New fair value of DKK 153-182 (152-179)

Since the start of 2021, Sparekassen has achieved one of the highest shareholder returns among the Nordic peer banks (above 120%), owing to its solid operational performance in recent years. Near-term triggers include new financial targets alongside the upcoming strategy plan, which is to be announced within the coming days. Sparekassen Sjælland-Fyn is trading at a 2022E adjusted P/E of ~9.3x, slightly below peers.

SUMMARY TABLE - KEY FIGURES

DKKm	2018	2019	2020	2021	2022E	2023E	2024E
Total revenue	1,042	1,097	1,186	1,263	1,264	1,310	1,341
Total costs	815	830	818	779	780	785	790
LL-ratio	-0.04%	-0.14%	-1.33%	0.21%	-0.08%	-0.39%	-0.38%
PTP	230	251	242	531	489	490	516
RoE	8.5%	8.2%	7.8%	13.8%	10.8%	9.9%	9.8%
RoTBV (adj)	4.4%	6.6%	6.0%	12.7%	10.5%	9.5%	9.4%
P/E (adj)	13.6	8.8	9.2	7.3	9.3	9.6	9.1
P/BV	0.52	0.55	0.52	0.84	0.92	0.86	0.81
P/TBV	0.54	0.56	0.54	0.86	0.95	0.88	0.82
BIS III CT1-ratio	13.0%	14.0%	16.1%	17.5%	18.0%	18.8%	19.7%
DPS (ord, DKK)	2.50	3.00	0.00	6.00	6.00	6.00	6.00
Dividend Yield (ord)	3.11%	3.35%	0.00%	3.64%	3.08%	3.08%	3.08%
Total payout ratio	0.18	0.23	0.00	0.24	0.27	0.28	0.26

Source: Company data and Nordea estimates

Estimates

CHANGES TO OUR ESTIMATES

	2022E	2023E	2024E	2022E	2023E	2024E	2022E	2023E	2024E
DKKm	**New estimates**			**Change in estimates**			**Old estimates**		
Interest income	671	693	706	1%	2%	2%	662	677	691
Interest expense	79	82	85	0%	0%	0%	79	82	85
Net interest income	**592**	**610**	**621**	**2%**	**3%**	**3%**	**583**	**595**	**605**
Dividends on shares etc	18	18	18	0%	0%	0%	18	18	18
Fees and commission income	668	688	708	0%	0%	0%	668	688	708
Fees and commission expenses	18	19	19	0%	0%	0%	18	19	19
Net interest and fee income	**1,260**	**1,298**	**1,329**	**1%**	**1%**	**1%**	**1,251**	**1,283**	**1,313**
Market value adjustments	-16	-8	-8	100%	0%	0%	-8	-8	-8
Other operating income	20	20	20	0%	0%	0%	20	20	20
Total income	**1,264**	**1,310**	**1,341**	**0%**	**1%**	**1%**	**1,263**	**1,295**	**1,325**
Staff costs and administrative expenses	728	733	738	0%	0%	0%	728	733	738
Amortisation, depreciation and impairment losses	34	34	34	0%	0%	0%	34	34	34
Other operating expenses	18	18	18	0%	0%	0%	18	18	18
Total costs	**780**	**785**	**790**	**0%**	**0%**	**0%**	**780**	**785**	**790**
Profit before loan losses	**484**	**525**	**551**	**0%**	**3%**	**3%**	**483**	**509**	**535**
Loan losses	10	50	50	0%	0%	0%	10	50	50
Profit/loss on investments in associates and group enterprises	15	15	16	0%	0%	0%	15	15	16
Profit before tax	**489**	**490**	**516**	**0%**	**3%**	**3%**	**488**	**475**	**500**
Tax	108	114	120	0%	3%	3%	107	110	116
Net profit	**382**	**376**	**396**	**0%**	**3%**	**3%**	**381**	**364**	**384**
EPS adj., DKK	**20.86**	**20.30**	**21.43**	**0%**	**3%**	**3%**	**20.81**	**19.62**	**20.74**
DPS, DKK	**6.00**	**6.00**	**6.00**	**0%**	**0%**	**0%**	**6.00**	**6.00**	**6.00**

Source: Company data and Nordea estimates

Reported numbers and forecasts

QUARTERLY KEY DATA

SHARE DATA

DKKm	Q1 21	Q2 21	Q3 21	Q4 21	Q1 22E	Q2 22E	Q3 22E	Q4 22E
EPS, DKK	7.92	5.95	5.32	4.93	5.28	5.77	4.98	4.51
EPS adj, DKK	7.27	6.27	5.35	4.94	5.64	6.13	5.33	4.87
BVPS	180.5	186.3	191.4	196.2	195.5	201.3	206.3	210.8
TVBS	175.2	181.0	186.2	191.0	190.3	196.0	201.0	205.5
DPS, DKK								
Dividend pay-out ratio								
Share repurchases (per share)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total pay-out ratio	0%	0%	0%	0%	0%	0%	0%	0%
Share price (period end)	111.00	151.00	136.50	165.00	206.00	194.50	194.50	194.50
Market cap. (m)	1,929	2,624	2,372	2,867	3,379	3,379	3,379	3,379
Dil. number of shares period end (m)	17	17	17	17	17	17	17	17

VALUATION

(x)	Q1 21	Q2 21	Q3 21	Q4 21	Q1 22E	Q2 22E	Q3 22E	Q4 22E
P/E	3.5	6.3	6.4	8.4	9.2	8.4	9.8	10.8
P/E (adj.)	3.8	6.0	6.4	8.3	8.6	7.9	9.1	10.0
P/BV	0.62	0.81	0.71	0.84	0.99	0.97	0.94	0.92
P/TBV	0.63	0.83	0.73	0.86	1.02	0.99	0.97	0.95
Dividend yield								
Total yield								

CAPITAL RATIOS

%	Q1 21	Q2 21	Q3 21	Q4 21	Q1 22E	Q2 22E	Q3 22E	Q4 22E
BIS II Trans. CET1-ratio	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
BIS II Trans. T1-ratio	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
BIS II Trans. T2-ratio	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
BIS III CET1-ratio	14.7%	14.8%	15.1%	17.5%	17.2%	16.9%	16.7%	18.0%
BIS III T1-ratio	16.8%	16.9%	17.3%	19.7%	19.4%	19.0%	18.9%	20.1%
BIS III T2-ratio	20.0%	20.1%	20.6%	23.3%	23.0%	22.6%	22.4%	23.6%
Tang. Equity/Assets	11.2%	11.1%	11.4%	11.9%	11.7%	12.0%	12.3%	12.5%
Tang. Equity/Lending	24.7%	25.8%	26.7%	27.5%	27.1%	27.3%	27.8%	28.2%
Leverage ratio	9.7%	9.3%	9.1%	10.6%	10.5%	10.4%	10.4%	11.2%

CREDIT QUALITY

DKKm	Q1 21	Q2 21	Q3 21	Q4 21	Q1 22E	Q2 22E	Q3 22E	Q4 22E
Impaired loans	0	0	0	0	0	0	0	0
Loan loss reserves	633	628	649	648	645	642	639	635
Coverage ratio	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
Loan loss reserves / Total loans	5.21%	5.12%	5.34%	5.36%	5.31%	5.20%	5.10%	5.04%
Impaired loans / Total loans	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Collective/total provisions	0%	0%	0%	0%	0%	0%	0%	0%
Perf. Impared loans/Impaired loans	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
Loan loss ratio	0.50%	0.61%	-0.32%	0.02%	-0.08%	-0.08%	-0.08%	-0.08%
Growth loan loss reserves (y/y)	-12%	-12%	-14%	-13%	2%	2%	-2%	-2%
Growth impaired loans (y/y)	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.

PROFITABILITY

Adjusted for non-rec. Items	Q1 21	Q2 21	Q3 21	Q4 21	Q1 22E	Q2 22E	Q3 22E	Q4 22E
RoE	16.5%	13.7%	11.3%	10.2%	11.5%	12.4%	10.5%	9.3%
RoTBV	17.0%	14.1%	11.7%	10.5%	11.8%	12.7%	10.7%	9.6%
C/I	-56.6%	-63.0%	-61.5%	-65.8%	-60.1%	-59.6%	-61.8%	-65.5%
NII-margin	4.81%	4.88%	4.72%	4.72%	4.71%	4.78%	4.80%	4.81%

REVENUE DISTRIBUTION

Adjusted for non-rec. Items	Q1 21	Q2 21	Q3 21	Q4 21	Q1 22E	Q2 22E	Q3 22E	Q4 22E
Net Interest Income	45%	47%	46%	46%	46%	44%	49%	49%
Net Commission Income	50%	53%	49%	50%	56%	55%	50%	50%
Net result from financial transactions	0%	0%	0%	0%	0%	0%	0%	0%
Net insurance income	0%	0%	0%	0%	0%	0%	0%	0%
Other Income	1%	1%	1%	1%	2%	1%	2%	2%

Source: Company data and Nordea estimates

QUARTERLY INCOME STATEMENT AND BALANCE SHEET

INCOME STATEMENT

DKKm	Q1 21	Q2 21	Q3 21	Q4 21	Q1 22E	Q2 22E	Q3 22E	Q4 22E
Net Interest Income	146	150	143	143	143	148	150	152
Net Commission Income	164	168	152	152	174	184	155	156
Net result from financial transactions	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Net insurance income	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Other income	3	4	4	4	5	5	5	5
Total revenues	**327**	**317**	**312**	**307**	**312**	**334**	**308**	**310**
Staff costs	173	185	176	189	174	186	177	190
Other operating costs	3	6	4	6	5	5	5	5
Depreciation	9	8	11	7	9	9	9	9
Total Expenses	**185**	**200**	**192**	**202**	**187**	**199**	**190**	**203**
Profit before loan losses	**142**	**117**	**120**	**105**	**124**	**135**	**118**	**107**
Loan losses	-15	-19	10	-1	3	3	3	3
Write-downs on assets	5	4	9	4	4	4	4	4
Operating profit	**162**	**140**	**119**	**110**	**126**	**136**	**119**	**108**
Taxes	18	30	21	18	28	30	26	24
Discontinued operations	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Minority interest	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Net profit to equity	**144**	**109**	**99**	**92**	**98**	**106**	**93**	**85**

BALANCE SHEET

DKKm	Q1 21	Q2 21	Q3 21	Q4 21	Q1 22E	Q2 22E	Q3 22E	Q4 22E
Cash / Interbank	2,014	2,443	3,639	4,015	4,015	4,015	4,015	4,015
Loans to credit institutions	175	159	202	186	186	186	186	186
Loans to the public	12,344	12,194	12,117	12,067	12,207	12,472	12,565	12,658
Goodwill and other intangibles	91	91	91	91	91	91	91	91
Total assets	**27,153**	**28,427**	**28,334**	**28,001**	**28,140**	**28,405**	**28,498**	**28,591**
Interbank/owed to credit institutions	**504**	**850**	**907**	**578**	**578**	**578**	**578**	**578**
Deposits	19,737	20,296	20,054	19,766	19,766	19,766	19,766	19,766
Subordinated loans	570	570	571	670	620	620	620	620
Minority interest	0	0	0	0	0	0	0	0
Shareholders equity	3,136	3,237	3,326	3,410	3,397	3,497	3,584	3,662
Total equity and liabilities	**27,153**	**28,427**	**28,334**	**28,001**	**28,140**	**28,405**	**28,498**	**28,591**
Loans to deposits	63%	60%	60%	61%	62%	63%	64%	64%
Non-mortg. loans to deposits	63%	60%	60%	61%	62%	63%	64%	64%
LCR	0%	0%	0%	0%	0%	0%	0%	0%
NSFR	0%	0%	0%	0%	0%	0%	0%	0%

GROWTH (Y/Y)

Adjusted for non rec.items	Q1 21	Q2 21	Q3 21	Q4 21	Q1 22E	Q2 22E	Q3 22E	Q4 22E
Net interest income	6%	13%	2%	-2%	-2%	-1%	5%	6%
Net commission income	-5%	13%	14%	10%	6%	10%	2%	2%
Total Revenues	**12%**	**14%**	**0%**	**1%**	**-5%**	**6%**	**-1%**	**1%**
Staff costs	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
Total expenses	**-5%**	**2%**	**-2%**	**-12%**	**1%**	**0%**	**-1%**	**1%**
Profit before loan losses	46%	41%	5%	44%	-12%	15%	-2%	2%
Operating profit	246%	205%	35%	81%	-22%	-2%	0%	-2%
Net profit to equity	**246%**	**205%**	**35%**	**81%**	**-22%**	**-2%**	**0%**	**-2%**
Loans to the public (rep)	1%	3%	1%	1%	-1%	2%	4%	5%
Deposits	6%	4%	3%	-1%	0%	-3%	-1%	0%
Assets	8%	8%	7%	3%	4%	0%	1%	2%
REA growth (BIS Trans)	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
REA growth (BIS III)	3%	9%	0%	1%	-4%	-1%	3%	5%

Source: Company data and Nordea estimates

ANNUAL KEY DATA

SHARE DATA

DKKm	2015	2016	2017	2018	2019	2020	2021	2022E	2023E	2024E
EPS, DKK	0.00	12.23	15.41	8.53	11.64	11.75	24.12	20.55	20.24	21.38
EPS adj, DKK	n.a.	8.29	13.00	5.89	10.18	9.76	22.74	20.86	20.30	21.43
BVPS	n.m.	157.9	170.9	155.2	164.1	172.4	196.2	210.8	225.4	241.1
TVBS	n.m.	146.4	160.4	148.0	158.9	167.2	191.0	205.5	220.1	235.9
DPS (tot., DKK)	3.00	3.05	0.00	2.50	3.00	0.00	6.00	6.00	6.00	6.00
Dividend pay-out ratio	n.a.	37%	0%	42%	29%	0%	26%	29%	30%	28%
Share repurchases (per share)	n.m.	n.m.	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total pay-out ratio	0%	9%	0%	18%	23%	0%	24%	27%	28%	26%
Share price (period end)	97	106	114	80	90	90	165	195	195	195
Market cap. (m)	0	1,385	1,482	1,397	1,557	1,564	2,867	3,379	3,379	3,379
Dil. number of shares	0	13	13	17	17	17	17	17	17	17

VALUATION

(x)	2015	2016	2017	2018	2019	2020	2021	2022E	2023E	2024E
P/E	n.m.	8.7	7.4	9.4	7.7	7.7	6.8	9.5	9.6	9.1
P/E (adj.)	n.a.	12.8	8.7	13.6	8.8	9.2	7.3	9.3	9.6	9.1
P/BV	0.00	0.67	0.67	0.52	0.55	0.52	0.84	0.92	0.86	0.81
P/TBV	0.00	0.73	0.71	0.54	0.56	0.54	0.86	0.95	0.88	0.82
Dividend yield (tot.)	3.1%	2.9%	0.0%	3.1%	3.3%	0.0%	3.6%	3.1%	3.1%	3.1%
Total yield	n.m.	n.m.	0.0%	3.1%	3.3%	0.0%	3.6%	3.1%	3.1%	3.1%

CAPITAL RATIOS

%	2015	2016	2017	2018	2019	2020	2021	2022E	2023E	2024E
BIS II Trans. CET1-ratio	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
BIS II Trans. Capital ratio	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
BIS III CET	1,472	1,576	1,818	2,295	2,431	2,709	2,977	3,207	3,446	3,713
BIS III REA	14,721	15,858	16,973	17,639	17,343	16,799	17,017	17,808	18,337	18,881
BIS III CET1-ratio	10.0%	9.9%	10.7%	13.0%	14.0%	16.1%	17.5%	18.0%	18.8%	19.7%
BIS III T1-ratio	13.0%	12.9%	14.0%	15.1%	16.2%	18.4%	19.7%	20.1%	20.8%	21.7%
BIS III Capital ratio	15.5%	15.6%	16.3%	17.7%	20.1%	21.8%	23.3%	23.6%	24.2%	24.9%
Tang. Equity/Assets	9.5%	9.6%	9.7%	10.8%	10.9%	10.7%	11.9%	12.5%	13.2%	14.0%
Tang. Equity/Lending	18.2%	18.2%	17.9%	21.1%	22.6%	24.3%	27.5%	28.2%	29.5%	30.8%
Leverage ratio	7.9%	7.9%	8.5%	9.6%	9.6%	9.9%	10.6%	11.2%	11.9%	12.7%

CREDIT QUALITY

DKKm	2015	2016	2017	2018	2019	2020	2021	2022E	2023E	2024E
Impaired loans	0	0	0	0	0	0	0	0	0	0
Loan loss reserves	1,908	1,361	1,143	1,014	657	747	648	635	623	610
Coverage ratio	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
Loan loss reserves / Total loans	19.33%	13.45%	10.32%	8.50%	5.39%	6.18%	5.40%	5.14%	4.86%	4.64%
Impaired loans / Total loans	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Collective/total provisions	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
Perf. Impared loans/Impaired loans	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
Loan loss ratio	-1.52%	-1.06%	-0.30%	-0.04%	-0.14%	-1.33%	0.21%	-0.08%	-0.39%	-0.38%
Growth loan loss reserves (y/y)	-31%	-29%	-16%	-11%	-35%	14%	-13%	-2%	-2%	-2%
Growth impaired loans (y/y)	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.

PROFITABILITY

Adjusted for non-rec. Items	2015	2016	2017	2018	2019	2020	2021	2022E	2023E	2024E
RoE	8.1%	5.4%	7.9%	4.2%	6.4%	5.8%	12.3%	10.2%	9.3%	9.2%
RoTBV	8.9%	5.9%	8.5%	4.4%	6.6%	6.0%	12.7%	10.5%	9.5%	9.4%
C/I	-71.0%	-74.8%	-75.3%	-86.4%	-77.4%	-70.4%	-62.9%	-62.9%	-61.1%	-60.0%
NII-margin	6.10%	4.89%	4.39%	4.00%	4.43%	4.41%	4.64%	4.59%	4.57%	4.54%

REVENUE DISTRIBUTION

Adjusted for non-rec. Items	2015	2016	2017	2018	2019	2020	2021	2022E	2023E	2024E
Net Interest Income	62%	51%	48%	51%	50%	46%	45%	46%	46%	45%
Net Commission Income	43%	44%	45%	49%	51%	51%	51%	54%	53%	54%
Net result from financial transactions	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Net insurance income	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Other Income	2%	0%	2%	2%	3%	2%	1%	2%	2%	2%

Source: Company data and Nordea estimates

ANNUAL INCOME STATEMENT AND BALANCE SHEET

INCOME STATEMENT

DKKm	2015	2016	2017	2018	2019	2020	2021	2022E	2023E	2024E
Net Interest Income	602	551	542	541	565	557	582	592	610	621
Net Commission Income	418	421	457	464	549	592	636	668	688	708
Net result from financial transactions	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Net insurance income	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Other income	15	24	31	16	27	21	16	20	20	20
Total revenues	**978**	**1,043**	**1,073**	**1,042**	**1,097**	**1,186**	**1,263**	**1,264**	**1,310**	**1,341**
Staff costs	613	644	691	746	726	729	723	728	733	738
Other operating costs	50	14	19	20	19	23	20	18	18	18
Depreciation	31	52	59	49	85	66	36	34	34	34
Total Expenses	**694**	**710**	**769**	**815**	**830**	**818**	**779**	**780**	**785**	**790**
Profit before loan losses	**284**	**333**	**304**	**227**	**267**	**368**	**484**	**484**	**525**	**551**
Loan losses	150	107	33	4	17	161	-25	10	50	50
Write-downs on assets	3	2	3	8	2	35	22	15	15	16
Operating profit	**136**	**228**	**273**	**230**	**251**	**242**	**531**	**489**	**490**	**516**
Taxes	-8	12	16	22	25	13	87	108	114	120
Discontinued operations	0	0	0	0	0	0	0	0	0	0
Minority interest	0	0	0	0	0	0	0	0	0	0
Net profit to equity	**144**	**216**	**257**	**208**	**227**	**229**	**444**	**382**	**376**	**396**

BALANCE SHEET

DKKm	2015	2016	2017	2018	2019	2020	2021	2022E	2023E	2024E
Cash / Interbank	623	384	357	413	441	481	4,015	4,015	4,015	4,015
Loans to credit institutions	376	1,364	1,831	1,408	2,541	4,813	186	186	186	186
Loans to the public	9,763	10,474	11,681	12,174	12,217	11,951	12,067	12,658	12,974	13,299
Goodwill and other intangibles	162	150	138	125	91	91	91	91	91	91
Total assets	**18,730**	**19,859**	**21,487**	**23,857**	**25,359**	**27,266**	**28,001**	**28,591**	**28,908**	**29,232**
Interbank/owed to credit institutions	**319**	**429**	**439**	**425**	**525**	**558**	**578**	**578**	**578**	**578**
Deposits	14,633	15,647	16,589	18,223	18,700	20,001	19,766	19,766	20,161	20,565
Subordinated loans	465	466	403	454	673	570	670	620	620	620
Minority interest	0	0	0	0	0	0	0	0	0	0
Shareholders equity	1,939	2,058	2,228	2,697	2,851	2,996	3,410	3,662	3,916	4,190
Total equity and liabilities	**18,730**	**19,859**	**21,487**	**23,857**	**25,359**	**27,266**	**28,001**	**28,591**	**28,908**	**29,232**
Loans to deposits	67%	67%	70%	67%	65%	60%	61%	64%	64%	65%
Non-mortg. loans to deposits	67%	67%	70%	67%	65%	60%	61%	64%	64%	65%
LCR	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
NSFR	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%

GROWTH (Y/Y)

Adjusted for non rec.items	2015	2016	2017	2018	2019	2020	2021	2022E	2023E	2024E
Net interest income	-8%	-18%	-2%	-2%	13%	-1%	5%	2%	3%	2%
Net commission income	15%	1%	8%	2%	18%	8%	7%	5%	3%	3%
Total Revenues	**-10%**	**-1%**	**4%**	**-6%**	**14%**	**8%**	**7%**	**0%**	**4%**	**2%**
Staff costs	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
Total expenses	**5%**	**4%**	**5%**	**8%**	**2%**	**-1%**	**-5%**	**0%**	**1%**	**1%**
Profit before loan losses	-34%	-14%	2%	-48%	89%	42%	34%	0%	9%	5%
Operating profit	-22%	2%	58%	-42%	82%	-19%	166%	-7%	0%	6%
Net profit to equity	**-20%**	**-25%**	**57%**	**-40%**	**73%**	**-4%**	**133%**	**-8%**	**-3%**	**6%**
Loans to the public (rep)	-2%	7%	12%	4%	0%	-2%	1%	5%	2%	3%
Deposits	-4%	7%	6%	10%	3%	7%	-1%	0%	2%	2%
Assets	-3%	6%	8%	11%	6%	8%	3%	2%	1%	1%
REA growth (BIS Trans)	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
REA growth (BIS III)	2%	8%	7%	4%	-2%	-3%	1%	5%	3%	3%

Source: Company data and Nordea estimates

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