

BankNordik

Financials
Denmark

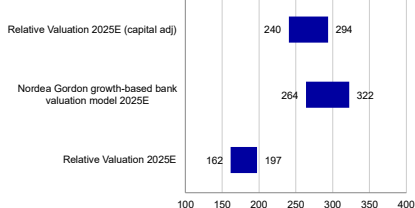
KEY DATA

Stock country	Faroe Islands
Bloomberg	BNORDIK DC
Reuters	BNORDIK.CO
Share price (close)	DKK 166.5
Free float	65%
Market cap. (bn)	EUR 0.21/DKK 1.59
Website	www.banknordik.com
Next report date	02 Nov 2023

PERFORMANCE



VALUATION APPROACH



ESTIMATE CHANGES

Year	2023E	2024E	2025E
Total revenue	-1%	1%	0%
Total costs	2%	1%	1%
Profit before loan losses	-3%	1%	0%
PTP	5%	1%	0%
DPS (ord)	-3%	-5%	-5%
EPS (adj)	5%	1%	-1%

Source: Nordea estimates

Nordea IB & Equity - Analysts

Jakob Brink
Director, Sector Coordinator

Anna Bjørn
Analyst

Tenth consecutive quarter of reversals expected

BankNordik will publish its Q3 2023 report on 2 November. Ahead of the report, we raise 2023E net profit by ~5%, to DKK 274m, which is roughly at the midpoint of BankNordik's new guidance range following the September upgrade. Moreover, we estimate that ~55% of the bank's current market cap is set to be distributed to shareholders by 2025, corresponding to an average annual dividend yield of ~18%. At the same time, BankNordik is trading at a 2025E P/E of 3.8x, which puts the share at a ~40% discount to its Danish peers despite its recent strong performance.

Another guidance upgrade due to solid asset quality

On 19 September, BankNordik upgraded its 2023 net profit guidance for the third time this year. Thus, the bank now expects net profit in the range of DKK 260-290m, which corresponds to a ~10% guidance upgrade at the midpoint. Yet again, the upgrade was driven by an improved outlook in core operations as well as lower-than-expected impairment levels. Asset quality is therefore expected to have remained solid in Q3 and, according to our estimates, BankNordik is en route to its tenth consecutive quarter with loan loss reversals.

We raise 2023E adjusted EPS 5% ahead of Q3 report

Prior to the Q3 report, we lower our 2023-25 forecasts for commission income, and we raise our cost estimates due to continued inflationary pressure and overall market uncertainty. On the positive side, we raise 2024E-25E NII by ~1% to reflect that we now expect rates to remain higher for longer. We also lower our loan loss estimates for 2023-25 due to continued solid asset quality. Overall, this yields 5% increases each in 2023E net profit and adjusted EPS. However, despite net positive estimate revisions, we lower 2023E-25E DPS by ~3-5% as we understand that BankNordik has now finalised all announced model-based REA cuts. Hence, we estimate that REA will grow in line with lending going forward.

New fair value range of DKK 264-322 (266-325)

We now estimate that BankNordik will distribute ~55% of its current market cap to shareholders by 2025 in order to keep the CET1 ratio at a maximum of 20%. Moreover, we continue to be well ahead of the bank's 2024 targets on ROE (13.7% versus the 12% target) and cost/income (48% versus the <53% target), and thus see scope for more ambitious targets down the road. The BankNordik share is trading at a 2025E capital-adjusted P/E of ~3.8x, corresponding to a ~40% discount to its Danish peers. Our Gordon growth-based fair value range is now higher, at DKK 264-322 (266-325).

SUMMARY TABLE - KEY FIGURES

DKKm	2019	2020	2021	2022	2023E	2024E	2025E
Total revenue	658	387	407	448	507	522	518
Total costs	473	237	236	244	259	253	249
LL-ratio	-1.06%	-0.06%	-1.01%	-0.59%	-0.26%	0.33%	0.27%
PTP	261	207	340	208	339	315	317
RoE	9.7%	7.3%	12.7%	21.6%	15.0%	14.1%	14.5%
RoTBV (adj)	10.3%	7.1%	9.2%	-4.3%	14.7%	13.8%	14.2%
P/E (adj)	4.8	9.0	6.8	n.m.	5.9	6.4	6.4
P/BV	0.46	0.64	0.66	0.72	0.87	0.89	0.91
P/TBV	0.46	0.64	0.66	0.72	0.87	0.89	0.91
BIS III CT1-ratio	18.8%	22.6%	23.8%	21.6%	20.9%	20.0%	19.5%
DPS (ord, DKK)	0.00	52.14	40.33	26.12	30.50	29.82	27.73
Dividend Yield (ord)	0.00%	34.30%	28.70%	19.20%	18.32%	17.91%	16.66%
Total payout ratio	0.07	3.03	1.42	0.60	1.06	1.12	1.04

Source: Company data and Nordea estimates

Estimates

ESTIMATE REVISIONS

DKK m	New estimates			Change in estimates			Old estimates		
	2023E	2024E	2025E	2023E	2024E	2025E	2023E	2024E	2025E
Net interest income	342	343	333	0%	1%	1%	341	338	330
Net fee and commission income	80	91	95	-7%	-2%	-3%	86	93	99
Net insurance income	46	47	47	5%	5%	4%	44	45	46
Other income	39	41	42	0%	0%	0%	39	41	42
Total Income	507	522	518	-1%	1%	0%	511	517	517
Total Expenses	-259	-253	-249	2%	1%	1%	-254	-251	-247
Profit before loan losses	248	269	269	-3%	1%	0%	257	267	270
Loan losses	23	-30	-25	-340%	-14%	-17%	-9	-35	-30
Operating profits	271	239	244	9%	3%	2%	247	232	240
Earnings from investment portfolio	77	76	73	-7%	-4%	-4%	83	79	76
Non-recurring and industry solutions	-9	0	0	0%	-	-	-9	0	0
Profit before tax	339	315	317	5%	1%	0%	322	310	315
Discontinued operations before tax	0	0	0	-	-	-	0	0	0
Taxes	-64	-60	-60	5%	1%	0%	-61	-59	-60
Net profit	274	255	256	5%	1%	0%	260	251	256
EPS adj, DKK	28.1	26.0	26.2	5%	1%	-1%	26.6	25.8	26.5
DPS, DKK	30.5	29.8	27.7	-3%	-5%	-5%	31.6	31.5	29.3

Source: Company data and Nordea estimates

Reported numbers and forecasts

QUARTERLY KEY DATA

SHARE DATA

DKKm	Q1 22	Q2 22	Q3 22	Q4 22	Q1 23	Q2 23	Q3 23E	Q4 23E
EPS, DKK	5.05	4.50	2.14	5.64	6.11	6.31	6.03	5.41
EPS adj, DKK	5.05	4.50	2.14	5.64	6.37	6.71	6.03	5.41
BVPS	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
TVBS	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
DPS, DKK								
Dividend pay-out ratio								
Share repurchases (per share)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total pay-out ratio	0%	0%	0%	0%	0%	0%	0%	0%
Share price (period end)	127.50	127.50	118.00	136.00	180.00	143.00	165.00	166.50
Market cap. (m)	1,217	1,217	1,126	1,298	1,718	1,365	1,589	1,589
Dil. number of shares period end (m)	10	10	10	10	10	10	10	10

VALUATION

(x)	Q1 22	Q2 22	Q3 22	Q4 22	Q1 23	Q2 23	Q3 23E	Q4 23E
P/E	6.3	7.1	13.8	6.0	7.4	5.7	6.9	7.7
P/E (adj.)	6.3	7.1	13.8	6.0	7.1	5.3	6.9	7.7
P/BV	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
P/TBV	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Dividend yield								
Total yield								

CAPITAL RATIOS

%	Q1 22	Q2 22	Q3 22	Q4 22	Q1 23	Q2 23	Q3 23E	Q4 23E
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	23.8%	23.3%	22.9%	21.6%	21.0%	22.1%	21.5%	20.9%
BIS III T1-ratio	26.1%	25.5%	25.0%	23.7%	23.1%	24.2%	23.6%	22.9%
BIS III T2-ratio	27.5%	26.9%	26.4%	25.1%	24.4%	25.6%	25.0%	24.3%
Tang. Equity/Assets	14.2%	13.6%	14.5%	14.9%	13.0%	13.6%	13.9%	14.3%
Tang. Equity/Lending	22.0%	22.5%	22.0%	22.4%	19.4%	19.5%	19.9%	20.3%
Leverage ratio	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

CREDIT QUALITY

DKKm	Q1 22	Q2 22	Q3 22	Q4 22	Q1 23	Q2 23	Q3 23E	Q4 23E
Impaired loans	0	0	0	0	0	0	0	0
Loan loss reserves	320	318	317	315	314	312	310	309
Coverage ratio	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
Loan loss reserves / Total loans	4.18%	4.13%	4.03%	3.92%	3.81%	3.67%	3.55%	3.46%
Impaired loans / Total loans	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Collective/total provisions	0%	0%	0%	0%	0%	0%	0%	0%
Perf. Impaired loans/Impaired loans	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Loan loss ratio	-0.51%	-1.13%	-0.60%	-0.17%	-0.41%	-0.34%	-0.23%	-0.09%
Growth loan loss reserves (y/y)	-2%	-2%	-2%	-2%	-2%	-2%	-2%	-2%
Growth impaired loans (y/y)	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.

PROFITABILITY

Adjusted for non-rec. Items	Q1 22	Q2 22	Q3 22	Q4 22	Q1 23	Q2 23	Q3 23E	Q4 23E
RoE	10.3%	10.0%	4.7%	12.1%	14.9%	17.9%	16.8%	15.7%
RoTBV	10.3%	10.0%	4.7%	12.1%	14.9%	17.9%	16.8%	15.7%
C/I	-55.4%	-56.8%	-56.3%	-49.7%	-56.8%	-47.7%	-49.9%	-50.8%
NI-margin	3.43%	3.36%	3.40%	3.60%	3.78%	4.06%	4.06%	3.98%

REVENUE DISTRIBUTION

Adjusted for non-rec. Items	Q1 22	Q2 22	Q3 22	Q4 22	Q1 23	Q2 23	Q3 23E	Q4 23E
Net Interest Income	60%	58%	60%	62%	69%	64%	68%	69%
Net Commission Income	20%	20%	20%	20%	19%	14%	15%	16%
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	10%	8%	10%	6%	7%	8%	8%	8%

Source: Company data and Nordea estimates

QUARTERLY INCOME STATEMENT AND BALANCE SHEET
INCOME STATEMENT

DKKm	Q1 22	Q2 22	Q3 22	Q4 22	Q1 23	Q2 23	Q3 23E	Q4 23E
Net Interest Income	66	65	67	72	78	86	89	89
Net Commission Income	22	22	22	23	21	19	19	21
Net result from financial transactions	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Net insurance income	12	15	11	14	5	19	12	10
Other income	11	9	11	7	8	11	10	10
Total revenues	110	111	110	117	112	135	130	130
Staff costs	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Other operating costs	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Depreciation	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Total Expenses	61	63	62	58	64	64	65	66
Profit before loan losses	49	48	48	59	49	71	65	64
Loan losses	10	22	12	3	8	7	5	2
Write-downs on assets	0	0	0	0	-3	-6	0	0
Operating profit	60	54	24	70	75	87	89	87
Taxes	-12	-10	-4	-16	-14	-17	-16	-17
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	48	43	20	54	61	70	73	71

BALANCE SHEET

DKKm	Q1 22	Q2 22	Q3 22	Q4 22	Q1 23	Q2 23	Q3 23E	Q4 23E
Cash / Interbank	1,687	3,194	1,457	1,443	1,472	1,345	1,345	1,345
Loans to credit institutions	633	454	381	390	354	361	361	361
Loans to the public	7,691	7,724	7,977	8,083	8,354	8,655	8,850	9,012
Goodwill and other intangibles	3	3	3	2	2	2	2	2
Total assets	11,947	12,772	12,100	12,190	12,485	12,450	12,645	12,807
Interbank/owed to credit institutions	847	868	858	858	836	1,074	1,074	1,074
Deposits	8,040	8,919	8,232	8,360	8,542	8,442	8,442	8,442
Subordinated loans	99	99	99	100	100	100	100	100
Minority interest	0	0	0	0	1	2	3	4
Shareholders equity	1,697	1,737	1,756	1,817	1,626	1,694	1,765	1,833
Total equity and liabilities	11,947	12,772	12,100	12,190	12,485	12,450	12,645	12,807
Loans to deposits	96%	87%	97%	97%	98%	103%	105%	107%
Non-mortg. loans to deposits	96%	87%	97%	97%	98%	103%	105%	107%
LCR	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
NSFR	0%	0%	0%	0%	0%	0%	0%	0%

GROWTH (Y/Y)

Adjusted for non rec.items	Q1 22	Q2 22	Q3 22	Q4 22	Q1 23	Q2 23	Q3 23E	Q4 23E
Net interest income	3%	-1%	3%	10%	18%	33%	33%	23%
Net commission income	24%	6%	16%	1%	-1%	-13%	-13%	-10%
Total Revenues	13%	2%	12%	14%	2%	22%	18%	11%
Staff costs	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Total expenses	3%	1%	5%	3%	4%	2%	4%	14%
Profit before loan losses	29%	2%	21%	29%	-1%	47%	35%	8%
Operating profit	46%	-23%	-53%	-20%	31%	73%	266%	24%
Net profit to equity	49%	-23%	-50%	-25%	33%	72%	257%	31%
Loans to the public (rep)	3%	2%	5%	6%	9%	12%	11%	11%
Deposits	7%	17%	11%	6%	6%	-5%	3%	1%
Assets	0%	6%	6%	3%	5%	-3%	5%	5%
REA growth (BIS Trans)	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
REA growth (BIS III)	-5%	-2%	1%	5%	9%	0%	2%	2%

Source: Company data and Nordea estimates

ANNUAL KEY DATA**SHARE DATA**

DKKm	2016	2017	2018	2019	2020	2021	2022	2023E	2024E	2025E
EPS, DKK	22.29	19.43	26.55	21.70	17.49	28.50	43.50	28.64	26.63	26.78
EPS adj, DKK	16.47	19.43	19.95	22.95	16.91	20.66	-8.70	28.06	26.05	26.20
BVPS	194.9	185.5	207.6	238.5	237.9	212.7	189.8	191.5	186.9	183.2
TVBS	194.9	185.5	206.9	237.5	237.6	212.4	189.5	191.3	186.7	182.9
DPS (tot., DKK)	30.00	4.00	7.32	0.00	52.14	40.33	26.12	30.50	29.82	27.73
Dividend pay-out ratio	182%	21%	37%	0%	308%	195%	n.m.	109%	114%	106%
Share repurchases (per share)	0.00	0.00	0.00	1.61	0.70	0.00	0.00	0.00	0.00	0.00
Total pay-out ratio	27%	21%	27%	7%	303%	142%	60%	106%	112%	104%
Share price (period end)	136	106	109	109	152	141	136	167	167	167
Market cap. (m)	1,355	1,040	1,038	1,034	1,451	1,345	1,302	1,594	1,594	1,594
Dil. number of shares	10	10	10	9	10	10	10	10	10	10

VALUATION

(x)	2016	2017	2018	2019	2020	2021	2022	2023E	2024E	2025E
P/E	6.1	5.5	4.1	5.0	8.7	4.9	3.1	5.8	6.3	6.2
P/E (adj.)	8.2	5.5	5.4	4.8	9.0	6.8	n.m.	5.9	6.4	6.4
P/BV	0.70	0.57	0.52	0.46	0.64	0.66	0.72	0.87	0.89	0.91
P/TBV	0.70	0.57	0.52	0.46	0.64	0.66	0.72	0.87	0.89	0.91
Dividend yield (tot.)	22.1%	3.8%	6.7%	0.0%	34.3%	28.7%	19.2%	18.3%	17.9%	16.7%
Total yield	22.1%	3.8%	6.7%	1.5%	34.8%	28.7%	19.2%	18.3%	17.9%	16.7%

CAPITAL RATIOS

%	2016	2017	2018	2019	2020	2021	2022	2023E	2024E	2025E
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	1,566	1,731	1,874	2,023	2,206	1,629	1,556	1,531	1,494	1,478
BIS III REA	9,790	9,895	10,621	10,764	9,774	6,841	7,195	7,341	7,462	7,596
BIS III CET1-ratio	16.0%	17.5%	17.6%	18.8%	22.6%	23.8%	21.6%	20.9%	20.0%	19.5%
BIS III T1-ratio	16.0%	17.5%	17.6%	20.2%	24.1%	26.0%	23.7%	22.9%	22.0%	21.4%
BIS III Capital ratio	18.3%	19.7%	19.8%	22.3%	26.4%	27.5%	25.1%	24.3%	23.4%	22.7%
Tang. Equity/Assets	12.5%	11.5%	11.9%	12.4%	13.1%	17.2%	14.9%	14.0%	13.4%	13.0%
Tang. Equity/Lending	21.3%	19.1%	19.9%	22.7%	29.8%	26.7%	22.4%	20.3%	19.4%	18.6%
Leverage ratio	10.1%	11.0%	11.2%	11.1%	12.8%	13.8%	12.8%	11.7%	11.2%	10.9%

CREDIT QUALITY

DKKm	2016	2017	2018	2019	2020	2021	2022	2023E	2024E	2025E
Impaired loans	0	0	0	0	0	0	0	0	0	0
Loan loss reserves	679	511	607	496	328	321	315	309	303	297
Coverage ratio	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
Loan loss reserves / Total loans	6.85%	5.48%	6.23%	5.00%	3.74%	4.22%	4.01%	3.61%	3.32%	3.19%
Impaired loans / Total loans	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Collective/total provisions	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
Perf. Impaired loans/Impaired loans	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
Loan loss ratio	-0.13%	-0.64%	-1.14%	-1.06%	-0.06%	-1.01%	-0.59%	-0.26%	0.33%	0.27%
Growth loan loss reserves (y/y)	1%	-25%	19%	-18%	-34%	-2%	-2%	-2%	-2%	-2%
Growth impaired loans (y/y)	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.

PROFITABILITY

Adjusted for non-rec. Items	2016	2017	2018	2019	2020	2021	2022	2023E	2024E	2025E
RoE	8.8%	10.1%	10.2%	10.3%	7.1%	9.2%	-4.3%	14.7%	13.8%	14.2%
RoTBV	8.8%	10.1%	10.2%	10.3%	7.1%	9.2%	-4.3%	14.7%	13.8%	14.2%
C/I	-71.9%	-71.3%	-71.9%	-71.9%	-61.4%	-58.0%	-54.5%	-51.1%	-48.5%	-48.1%
NII-margin	4.18%	4.15%	3.83%	3.67%	2.87%	3.32%	-4.52%	3.92%	3.69%	3.51%

REVENUE DISTRIBUTION

Adjusted for non-rec. Items	2016	2017	2018	2019	2020	2021	2022	2023E	2024E	2025E
Net Interest Income	65%	60%	59%	55%	65%	62%	-79%	66%	64%	63%
Net Commission Income	30%	29%	27%	29%	16%	19%	20%	16%	17%	18%
Net result from financial transactions	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
Net insurance income	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
Other Income	1%	5%	7%	7%	6%	8%	9%	8%	8%	8%

Source: Company data and Nordea estimates

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

DKKm	2016	2017	2018	2019	2020	2021	2022	2023E	2024E	2025E
Net Interest Income	414	387	373	367	258	260	270	342	343	333
Net Commission Income	192	186	172	189	60	79	88	80	91	95
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	26	44	44	53	45	34	52	46	47	47
Other income	9	31	46	49	24	34	38	39	41	42
Total revenues	641	648	635	658	387	407	448	507	522	518
Staff costs	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Other operating costs	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Depreciation	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Total Expenses	461	462	457	473	237	236	244	259	253	249
Profit before loan losses	180	186	179	185	149	171	204	248	269	269
Loan losses	12	60	111	106	5	77	47	23	-30	-25
Write-downs on assets	-12	-18	72	-13	0	89	0	-9	0	0
Operating profit	279	234	324	261	207	340	208	339	315	317
Taxes	-58	-44	-66	-54	-40	-67	208	-64	-60	-60
Discontinued operations	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Minority interest	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Net profit to equity	221	191	257	207	166	272	416	274	255	256

BALANCE SHEET

DKKm	2016	2017	2018	2019	2020	2021	2022	2023E	2024E	2025E
Cash / Interbank	217	251	180	252	208	1,292	1,443	1,443	1,443	1,443
Loans to credit institutions	817	617	914	878	1,178	445	390	390	390	390
Loans to the public	9,141	9,537	9,956	9,909	7,608	7,624	8,083	9,012	9,206	9,405
Goodwill and other intangibles	0	0	7	10	2	3	2	2	2	2
Total assets	15,552	15,785	16,700	18,173	17,290	11,790	12,190	13,119	13,313	13,512
Interbank/owed to credit institutions	342	360	299	55	28	839	858	1,074	1,074	1,074
Deposits	12,669	13,083	13,878	15,164	7,733	7,902	8,360	8,442	8,442	8,442
Subordinated loans	222	223	223	224	225	99	100	100	100	100
Minority interest	0	0	0	0	0	0	0	0	0	1
Shareholders equity	1,949	1,820	1,987	2,263	2,271	2,036	1,817	1,833	1,789	1,753
Total equity and liabilities	15,579	15,785	16,700	18,173	17,290	11,792	12,190	12,807	13,313	13,512
Loans to deposits	72%	73%	72%	65%	98%	96%	97%	107%	109%	111%
Non-mortg. loans to deposits	72%	73%	72%	65%	98%	96%	97%	107%	109%	111%
LCR	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
NSFR	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.

GROWTH (Y/Y)

Adjusted for non rec.items	2016	2017	2018	2019	2020	2021	2022	2023E	2024E	2025E
Net interest income	-12%	-6%	-4%	-2%	-31%	1%	-240%	194%	0%	-3%
Net commission income	-15%	-3%	-7%	10%	-68%	32%	11%	-9%	14%	5%
Total Revenues	-13%	1%	-2%	4%	-41%	5%	10%	13%	3%	-1%
Staff costs	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
Total expenses	-11%	0%	-1%	4%	-50%	0%	3%	6%	-2%	-2%
Profit before loan losses	-16%	4%	-4%	3%	-19%	15%	19%	21%	8%	0%
Operating profit	9%	13%	4%	7%	-21%	64%	-39%	63%	-7%	1%
Net profit to equity	-17%	17%	1%	13%	-26%	23%	-142%	423%	-7%	1%
Loans to the public (rep)	-14%	4%	4%	0%	-23%	0%	6%	11%	2%	2%
Deposits	0%	3%	6%	9%	-49%	2%	6%	1%	0%	0%
Assets	-4%	1%	6%	9%	-5%	-32%	3%	8%	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)	-15%	1%	7%	1%	-9%	-30%	5%	2%	2%	2%

Source: Company data and Nordea estimates

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Nordea Bank Abp	Nordea Bank Abp, filial i Sverige	Nordea Danmark, Filial af Nordea Bank Abp, Finland	Nordea Bank Abp, filial i Norge
Nordea IB & Equity Division, Equity Research Visiting address: Aleksis Kiven katu 7, Helsinki FI-00020 Nordea Finland	Nordea IB & Equity Division, Equity Research Visiting address: Smålandsgatan 17 SE-105 71 Stockholm Sweden	Nordea IB & Equity Division, Equity Research Visiting address: Grønjørdsvej 10 DK-2300 Copenhagen S Denmark	Nordea IB & Equity Division, Equity Research Visiting address: Essendropsgate 7 N-0107 Oslo Norway
Tel: +358 9 1651 Fax: +358 9 165 59710	Tel: +46 8 614 7000 Fax: +46 8 534 911 60	Tel: +45 3333 3333 Fax: +45 3333 1520	Tel: +47 2248 5000 Fax: +47 2256 8650
Reg.no. 2858394-9 Satamaradankatu 5 Helsinki			