

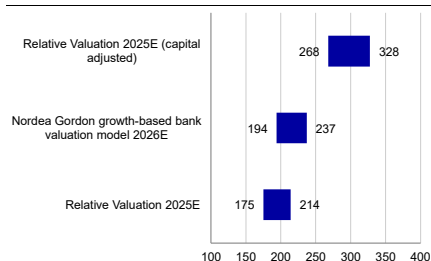
KEY DATA

Stock country	Faroe Islands
Bloomberg	BNORDIK DC
Reuters	BNORDIK.CO
Share price (close)	DKK 155.5
Free float	65%
Market cap. (bn)	EUR 0.20/DKK 1.49
Website	www.banknordik.com
Next report date	31 Oct 2024

PERFORMANCE



VALUATION APPROACH (DKK/share)



ESTIMATE CHANGES

Year	2024E	2025E	2026E
Total revenue	0%	0%	0%
Total costs	0%	0%	0%
Profit before loan losses	0%	1%	1%
PTP	5%	1%	1%
DPS (ord)	2%	1%	1%
EPS (adj)	5%	1%	1%

Source: Nordea estimates

Nordea IB & Equity - Analysts

Mathias Nielsen
Associate Director

Guidance upgrade amid solid core performance

On 19 August 2024, Føroya Banki raised its 2024 net profit guidance range to DKK 250-280m (previously DKK 225-255m). The upgrade was driven by an improved outlook for its core operations, according to the bank. This includes solid growth in lending and deposit volumes, strong investment portfolio earnings and solid asset quality. We lift 2024E net profit by 5% to DKK 272m. This increase is mostly driven by a cut to 2024E loan losses and hiked investment portfolio returns. We also lift 2024E-26E net interest income a tad amid volume growth. Føroya Banki trades at a 2025E capital adjusted P/E of 3.8x, ~50% below Danish peers. Our new Gordon growth-based fair value range is DKK 194-237 (DKK 191-234).

More proof that the Faroese economy remains solid

We argue that the broad-based guidance upgrade from Føroya Banki underlines the solidness of the Faroese economy. This should also be seen in the light of the strike earlier this year that lasted 28 days from the end of May to mid-June. We continue to believe the bank will see only a very minor – if any – impact from the strike. With the upgrade citing growth in deposit and lending volumes, it also seems like the economy is fully back on track.

2024E net profit up 5%; 2025E-26E net profit up 1%

We cut our 2024E loan losses by DKK 8m. Our 2024E loan losses of DKK 26m are hence somewhat below the normalised level of DKK ~40m, which Føroya Banki guided for in connection with the H2 2023 results. Moreover, we raise our 2024E investment portfolio return by DKK 7m, as we find it likely that the solid trends from Q2 have partly been extended into Q3. We lift Q3 2024E lending growth to 1.2% q/q, on par with the growth rate in Q2 2024. We hence lift NII for 2024E by DKK 1m and 2025E-26E by DKK 2m.

50%-plus of market cap in 2024E-26E capital distribution

We expect to see a 2024E extraordinary dividend of DKK 275m. This is likely to be announced with the annual report but could be announced when the board decides on new financial targets, including capital targets. We expect to see this around year-end. We estimate an ordinary 2024-26 dividend payout ratio of ~70-75%, leaving the 2024E-26E CET1 ratio stable at 22.1%.

SUMMARY TABLE - KEY FIGURES

DKKm	2020	2021	2022	2023	2024E	2025E	2026E
Total revenue	387	407	447	528	526	493	482
Total costs	237	236	244	259	267	264	260
LL-ratio	-0.06%	-1.01%	-0.59%	-0.12%	0.29%	0.38%	0.42%
PTP	207	340	207	379	336	276	254
RoE	7.3%	12.7%	7.9%	16.8%	14.0%	11.7%	11.4%
RoTBV (adj)	7.1%	9.2%	7.6%	16.5%	13.8%	11.4%	11.2%
P/E (adj)	9.0	6.8	8.9	5.2	5.6	6.8	7.4
P/BV	0.64	0.66	0.72	0.85	0.73	0.83	0.82
P/TBV	0.64	0.66	0.72	0.85	0.73	0.84	0.82
BIS III CT1-ratio	22.6%	23.8%	21.6%	25.8%	22.1%	22.1%	22.1%
DPS (ord, DKK)	52.14	40.33	26.12	8.36	48.65	17.54	16.15
Dividend Yield (ord)	34.30%	28.70%	19.20%	5.08%	31.28%	11.28%	10.38%
Total payout ratio	3.03	1.42	1.64	0.26	1.71	0.75	0.75

Source: Company data and Nordea estimates

Estimate revisions

CHANGES TO OUR ESTIMATES

DKKm	New estimates			Old estimates			Change (%)			Change (DKK)		
	2024E	2025E	2026E	2024E	2025E	2026E	2024E	2025E	2026E	2024E	2025E	2026E
Net interest income	353	318	300	353	316	299	0%	1%	1%	1	2	2
Net fee and commission income	76	84	88	76	84	88	0%	0%	0%	0	0	0
Net insurance income	56	54	55	56	54	55	0%	0%	0%	0	0	0
Other income	40	37	38	40	37	38	0%	0%	0%	0	0	0
Total Income	526	493	482	526	492	480	0%	0%	0%	1	2	2
Total Expenses	-267	-264	-260	-267	-264	-260	0%	0%	0%	0	0	0
Profit before loan losses	259	229	221	259	228	220	0%	1%	1%	1	2	2
Loan losses	-26	-35	-40	-34	-35	-40	-24%	0%	0%	8	0	0
Operating profits	233	194	181	225	193	180	4%	1%	1%	9	2	2
Earnings from investment portfolio	103	82	73	96	82	73	7%	0%	0%	7	0	0
Non-recurring and industry solutions	0	0	0	0	0	0	-	-	-	0	0	0
Profit before tax	336	276	254	321	275	253	5%	1%	1%	16	2	2
Discontinued operations before tax	0	0	0	0	0	0	-	-	-	0	0	0
Taxes	-64	-53	-48	-61	-52	-48	5%	1%	1%	-3	0	0
Net profit	272	224	206	260	223	205	5%	1%	1%	13	1	1
EPS adj, DKK	27.9	22.8	20.9	26.5	22.7	20.8	5%	1%	1%	1.3	0.1	0.1
DPS, DKK	48.6	17.5	16.1	47.7	17.4	16.0	2%	1%	1%	0.9	0.1	0.1
CET1 ratio	22.1%	22.1%	22.1%	22.2%	22.1%	22.2%	-	-	-	-0.1pp	-0.1pp	-0.1pp

Source: Nordea estimates

Reported numbers and forecasts

QUARTERLY KEY DATA

SHARE DATA

DKKm	Q1 23	Q2 23	Q3 23	Q4 23	Q1 24	Q2 24	Q3 24E	Q4 24E
EPS, DKK	6.11	6.31	7.30	6.79	3.92	5.78	4.61	3.31
EPS adj, DKK	6.37	6.71	7.30	6.79	3.92	5.78	4.61	3.31
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)	180.00	143.00	165.00	164.50	153.00	150.00	155.50	155.50
Market cap. (m)	1,718	1,365	1,575	1,570	2,921	4,296	5,938	7,422
Dil. number of shares period end (m)	10	10	10	10	19	29	38	48

VALUATION

(x)	Q1 23	Q2 23	Q3 23	Q4 23	Q1 24	Q2 24	Q3 24E	Q4 24E
P/E	7.4	5.7	5.6	6.1	9.8	6.5	8.4	11.7
P/E (adj.)	7.1	5.3	5.6	6.1	9.8	6.5	8.4	11.7
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 23	Q2 23	Q3 23	Q4 23	Q1 24	Q2 24	Q3 24E	Q4 24E
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	21.0%	22.1%	21.8%	25.8%	25.0%	25.6%	25.2%	22.1%
BIS III T1-ratio	23.1%	24.2%	23.9%	28.0%	27.0%	27.5%	27.0%	24.0%
BIS III T2-ratio	24.4%	25.6%	25.3%	29.4%	28.6%	29.2%	28.7%	25.7%
Tang. Equity/Assets	13.0%	13.6%	14.2%	14.3%	13.6%	14.1%	14.5%	14.9%
Tang. Equity/Lending	19.4%	19.5%	20.2%	20.8%	20.4%	21.1%	21.6%	22.1%
Leverage ratio	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

CREDIT QUALITY

DKKm	Q1 23	Q2 23	Q3 23	Q4 23	Q1 24	Q2 24	Q3 24E	Q4 24E
Impaired loans	0	0	0	0	0	0	0	0
Loan loss reserves	314	312	310	309	307	306	304	303
Coverage ratio	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.	n.m.
Loan loss reserves / Total loans	3.81%	3.67%	3.56%	3.50%	3.45%	3.41%	3.35%	3.30%
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	-0.41%	-0.34%	0.02%	0.23%	1.02%	-0.30%	0.13%	0.31%
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 23	Q2 23	Q3 23	Q4 23	Q1 24	Q2 24	Q3 24E	Q4 24E
RoE	14.9%	17.9%	20.3%	19.5%	12.0%	18.6%	15.2%	11.2%
RoTBV	14.9%	17.9%	20.3%	19.5%	12.0%	18.7%	15.2%	11.3%
C/I	-56.8%	-47.7%	-44.2%	-49.2%	-48.0%	-51.9%	-48.4%	-55.1%
NII-margin	3.78%	4.06%	4.40%	4.51%	4.15%	3.99%	3.84%	3.68%

REVENUE DISTRIBUTION

Adjusted for non-rec. Items	Q1 23	Q2 23	Q3 23	Q4 23	Q1 24	Q2 24	Q3 24E	Q4 24E
Net Interest Income	69%	64%	65%	75%	69%	68%	63%	69%
Net Commission Income	19%	14%	13%	13%	14%	13%	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	7%	8%	6%	3%	8%	8%	8%	7%

Source: Company data and Nordea estimates

QUARTERLY INCOME STATEMENT AND BALANCE SHEET
INCOME STATEMENT

DKKm	Q1 23	Q2 23	Q3 23	Q4 23	Q1 24	Q2 24	Q3 24E	Q4 24E
Net Interest Income	78	86	96	100	92	90	87	84
Net Commission Income	21	19	19	17	19	17	21	19
Net result from financial transactions	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Net insurance income	5	19	24	12	12	15	20	10
Other income	8	11	9	4	11	10	11	8
Total revenues	112	135	148	133	135	132	138	122
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	64	64	65	65	65	68	67	67
Profit before loan losses	49	71	83	68	70	63	71	55
Loan losses	8	7	0	-5	-23	7	-3	-7
Write-downs on assets	-3	-6	0	0	0	0	0	0
Operating profit	75	87	108	109	70	105	91	70
Taxes	-14	-17	-20	-20	-15	-18	-17	-13
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	61	70	88	89	55	87	74	56

BALANCE SHEET

DKKm	Q1 23	Q2 23	Q3 23	Q4 23	Q1 24	Q2 24	Q3 24E	Q4 24E
Cash / Interbank	1,472	1,345	1,244	1,796	1,786	2,083	2,083	2,083
Loans to credit institutions	354	361	373	260	618	437	437	437
Loans to the public	8,354	8,655	8,790	8,883	8,915	9,023	9,131	9,200
Goodwill and other intangibles	2	2	2	2	5	5	5	5
Total assets	12,485	12,450	12,516	12,945	13,377	13,492	13,600	13,669
Interbank/owed to credit institutions	836	1,074	851	719	688	684	684	684
Deposits	8,542	8,442	8,617	8,735	9,043	9,227	9,227	9,227
Subordinated loans	100	100	100	100	100	100	100	100
Minority interest	1	2	3	4	5	6	7	8
Shareholders equity	1,626	1,694	1,780	1,851	1,824	1,909	1,982	2,036
Total equity and liabilities	12,485	12,450	12,516	12,945	13,377	13,492	13,600	13,669
Loans to deposits	98%	103%	102%	102%	99%	98%	99%	100%
Non-mortg. loans to deposits	98%	103%	102%	102%	99%	98%	99%	100%
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 23	Q2 23	Q3 23	Q4 23	Q1 24	Q2 24	Q3 24E	Q4 24E
Net interest income	18%	33%	44%	38%	19%	4%	-9%	-15%
Net commission income	-1%	-13%	-12%	-24%	-9%	-9%	6%	11%
Total Revenues	2%	22%	34%	14%	20%	-2%	-7%	-9%
Staff costs	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Total expenses	4%	2%	5%	13%	2%	6%	2%	2%
Profit before loan losses	-1%	47%	71%	15%	44%	-10%	-14%	-19%
Operating profit	31%	73%	343%	55%	-11%	14%	-16%	-36%
Net profit to equity	33%	72%	332%	64%	-14%	17%	-16%	-36%
Loans to the public (rep)	9%	12%	10%	10%	7%	4%	4%	4%
Deposits	6%	-5%	5%	4%	6%	9%	7%	6%
Assets	5%	-3%	3%	6%	7%	8%	9%	6%
REA growth (BIS Trans)	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
REA growth (BIS III)	9%	0%	0%	-5%	-5%	-2%	-2%	3%

Source: Company data and Nordea estimates

ANNUAL KEY DATA**SHARE DATA**

DKKm	2017	2018	2019	2020	2021	2022	2023	2024E	2025E	2026E
EPS, DKK	19.43	26.55	21.70	17.49	28.50	15.91	32.12	28.46	23.39	21.53
EPS adj, DKK	19.43	19.95	22.95	16.91	20.66	15.33	31.54	27.87	22.80	20.95
BVPS	185.5	207.6	238.5	237.9	212.7	189.8	193.3	212.7	186.7	190.0
TVBS	185.5	206.9	237.5	237.6	212.4	189.5	193.1	212.2	186.2	189.5
DPS (tot., DKK)	4.00	7.32	0.00	52.14	40.33	26.12	8.36	48.65	17.54	16.15
Dividend pay-out ratio	21%	37%	0%	308%	195%	170%	26%	175%	77%	77%
Share repurchases (per share)	0.00	0.00	1.61	0.70	0.00	0.00	0.00	0.00	0.00	0.00
Total pay-out ratio	21%	27%	7%	303%	142%	164%	26%	171%	75%	75%
Share price (period end)	106	109	109	152	141	136	165	156	156	156
Market cap. (m)	1,040	1,038	1,034	1,451	1,345	1,302	1,575	1,489	1,489	1,489
Dil. number of shares	10	10	9	10	10	10	10	10	10	10

VALUATION

(x)	2017	2018	2019	2020	2021	2022	2023	2024E	2025E	2026E
P/E	5.5	4.1	5.0	8.7	4.9	8.5	5.1	5.5	6.6	7.2
P/E (adj.)	5.5	5.4	4.8	9.0	6.8	8.9	5.2	5.6	6.8	7.4
P/BV	0.57	0.52	0.46	0.64	0.66	0.72	0.85	0.73	0.83	0.82
P/TBV	0.57	0.52	0.46	0.64	0.66	0.72	0.85	0.73	0.84	0.82
Dividend yield (tot.)	3.8%	6.7%	0.0%	34.3%	28.7%	19.2%	5.1%	31.3%	11.3%	10.4%
Total yield	3.8%	6.7%	1.5%	34.8%	28.7%	19.2%	5.1%	31.3%	11.3%	10.4%

CAPITAL RATIOS

%	2017	2018	2019	2020	2021	2022	2023	2024E	2025E	2026E
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	1,731	1,874	2,023	2,206	1,629	1,556	1,758	1,558	1,607	1,652
BIS III REA	9,895	10,621	10,764	9,774	6,841	7,195	6,819	7,036	7,284	7,466
BIS III CET1-ratio	17.5%	17.6%	18.8%	22.6%	23.8%	21.6%	25.8%	22.1%	22.1%	22.1%
BIS III T1-ratio	17.5%	17.6%	20.2%	24.1%	26.0%	23.7%	28.0%	24.0%	23.9%	23.9%
BIS III Capital ratio	19.7%	19.8%	22.3%	26.4%	27.5%	25.1%	29.4%	25.7%	25.5%	25.5%
Tang. Equity/Assets	11.5%	11.9%	12.4%	13.1%	17.2%	14.9%	14.3%	14.9%	12.8%	12.8%
Tang. Equity/Lending	19.1%	19.9%	22.7%	29.8%	26.7%	22.4%	20.8%	22.1%	18.9%	18.8%
Leverage ratio	11.0%	11.2%	11.1%	12.8%	13.8%	12.8%	13.6%	11.4%	11.6%	11.7%

CREDIT QUALITY

DKKm	2017	2018	2019	2020	2021	2022	2023	2024E	2025E	2026E
Impaired loans	0	0	0	0	0	0	0	0	0	0
Loan loss reserves	511	607	496	328	321	315	309	303	297	291
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	5.48%	6.23%	5.00%	3.74%	4.22%	4.01%	3.64%	3.35%	3.18%	3.04%
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	-0.64%	-1.14%	-1.06%	-0.06%	-1.01%	-0.59%	-0.12%	0.29%	0.38%	0.42%
Growth loan loss reserves (y/y)	-25%	19%	-18%	-34%	-2%	-2%	-2%	-2%	-2%	-2%
Growth impaired loans (y/y)	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.

PROFITABILITY

Adjusted for non-rec. Items	2017	2018	2019	2020	2021	2022	2023	2024E	2025E	2026E
RoE	10.1%	10.2%	10.3%	7.1%	9.2%	7.6%	16.5%	13.7%	11.4%	11.1%
RoTBV	10.1%	10.2%	10.3%	7.1%	9.2%	7.6%	16.5%	13.8%	11.4%	11.2%
C/I	-71.3%	-71.9%	-71.9%	-61.4%	-58.0%	-54.6%	-49.0%	-50.7%	-53.5%	-54.0%
NII-margin	4.15%	3.83%	3.67%	2.87%	3.32%	3.34%	4.16%	3.83%	3.34%	3.07%

REVENUE DISTRIBUTION

Adjusted for non-rec. Items	2017	2018	2019	2020	2021	2022	2023	2024E	2025E	2026E
Net Interest Income	60%	59%	55%	65%	62%	59%	67%	66%	63%	61%
Net Commission Income	29%	27%	29%	16%	19%	20%	15%	15%	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	5%	7%	7%	6%	8%	9%	6%	8%	8%	8%

Source: Company data and Nordea estimates

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

DKKm	2017	2018	2019	2020	2021	2022	2023	2024E	2025E	2026E
Net Interest Income	387	373	367	258	260	270	360	353	318	300
Net Commission Income	186	172	189	60	79	88	77	76	84	88
Net result from financial transactions	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Net insurance income	44	44	53	45	34	52	60	56	54	55
Other income	31	46	49	24	34	38	32	40	37	38
Total revenues	648	635	658	387	407	447	528	526	493	482
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	462	457	473	237	236	244	259	267	264	260
Profit before loan losses	186	179	185	149	171	203	269	259	229	221
Loan losses	60	111	106	5	77	47	10	-26	-35	-40
Write-downs on assets	-18	72	-13	0	89	0	-9	0	0	0
Operating profit	234	324	261	207	340	207	379	336	276	254
Taxes	-44	-66	-54	-40	-67	-55	-72	-64	-53	-48
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	191	257	207	166	272	152	308	272	224	206

BALANCE SHEET

DKKm	2017	2018	2019	2020	2021	2022	2023	2024E	2025E	2026E
Cash / Interbank	251	180	252	208	1,292	1,443	1,796	2,083	2,083	2,083
Loans to credit institutions	617	914	878	1,178	445	390	260	437	437	437
Loans to the public	9,537	9,956	9,909	7,608	7,624	8,083	8,883	9,200	9,430	9,666
Goodwill and other intangibles	0	7	10	2	3	2	2	5	5	5
Total assets	15,785	16,700	18,173	17,290	11,790	12,190	12,945	13,669	13,899	14,135
Interbank/owed to credit institutions	360	299	55	28	839	858	719	684	684	684
Deposits	13,083	13,878	15,164	7,733	7,902	8,360	8,735	9,227	9,227	9,227
Subordinated loans	223	223	224	225	99	100	100	100	100	100
Minority interest	0	0	0	0	0	0	0	0	1	2
Shareholders equity	1,820	1,987	2,263	2,271	2,036	1,817	1,851	2,036	1,787	1,819
Total equity and liabilities	15,785	16,700	18,173	17,290	11,792	12,190	12,945	13,669	13,899	14,135
Loans to deposits	73%	72%	65%	98%	96%	97%	102%	100%	102%	105%
Non-mortg. loans to deposits	73%	72%	65%	98%	96%	97%	102%	100%	102%	105%
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	2017	2018	2019	2020	2021	2022	2023	2024E	2025E	2026E
Net interest income	-6%	-4%	-2%	-31%	1%	4%	34%	-2%	-10%	-6%
Net commission income	-3%	-7%	10%	-68%	32%	11%	-13%	-1%	10%	5%
Total Revenues	1%	-2%	4%	-41%	5%	10%	18%	0%	-6%	-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	0%	-1%	4%	-50%	0%	3%	6%	3%	-1%	-1%
Profit before loan losses	4%	-4%	3%	-19%	15%	19%	33%	-4%	-12%	-3%
Operating profit	13%	4%	7%	-21%	64%	-39%	83%	-11%	-18%	-8%
Net profit to equity	17%	1%	13%	-26%	23%	-26%	106%	-12%	-18%	-8%
Loans to the public (rep)	4%	4%	0%	-23%	0%	6%	10%	4%	3%	3%
Deposits	3%	6%	9%	-49%	2%	6%	4%	6%	0%	0%
Assets	1%	6%	9%	-5%	-32%	3%	6%	6%	2%	2%
REA growth (BIS Trans)	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
REA growth (BIS III)	1%	7%	1%	-9%	-30%	5%	-5%	3%	4%	3%

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