

Interim report 1st quarter 2024

Storebrand Bank ASA



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Important notice:

This document may contain forward-looking statements. By their nature, forward-looking statements involve risk and uncertainty because they relate to future events and circumstances that may be beyond the Storebrand Group's control. As a result, the Storebrand Group's actual future financial condition, performance and results may differ materially from the plans, goals and expectations set forth in these forward-looking statements. Important factors that may cause such a difference for the Storebrand Group include, but are not limited to: (i) the macroeconomic development, (ii) change in the competitive climate, (iii) change in the regulatory environment and other government actions and (iv) market related risks such as changes in equity markets, interest rates and exchange rates, and the performance of financial markets generally. The Storebrand Group assumes no responsibility to update any of the forward-looking statements contained in this document or any other forward-looking statements it may make. This document contains alternative performance measures (APM) as defined by The European Securities and Market Authority (ESMA). An overview of APM can be found at www.storebrand.com/ir.

Storebrand Bank Group

- Interim report for the first quarter of 2024

(Profit figures for the corresponding period in 2023 are shown in brackets. Balance sheet figures in brackets are for the end of 2023)

- **Continued strong lending growth**
- **Strong growth in customer deposits**

Loans outstanding increased by NOK 2.1 billion during the first quarter. The home mortgage portfolio managed on behalf of Storebrand Livsforsikring AS decreased by NOK 0.1 billion during the quarter. The combined portfolio of loans in Storebrand Bank and Storebrand Livsforsikring increased by NOK 2.0 billion this quarter.

Financial performance

The bank group achieved a pre-tax profit of NOK 148 million (NOK 96 million) in the quarter.

Net interest income was NOK 270 million (NOK 203 million). Increased lending and deposit volumes as well as increased interest rates, influenced the net interest income positively. Net interest income as a percentage of average total assets was 1.51 per cent (1.39 per cent). Increased NIBOR contributed to net increased margins compared to the first quarter last year.

Net commission revenues represented NOK 20 million (NOK 19 million). Other revenues amounted to a loss of NOK 1 million (loss of NOK 7 million) in the first quarter.

Operating expenses increased in the quarter and amounted to NOK 128 million (NOK 104 million). The increase is mostly due to higher customer portfolios, investment to streamline core processes and improvements according to anti money laundering (AML).

Loan losses amounted to NOK 13 million (NOK 16 million) in the quarter. The booked loan losses consisted mainly of increased loan loss provisions driven by an increased volume of non-performing loans.

Balance sheet development

The bank group's lending to customers totaled NOK 61.8 billion (NOK 59.7 billion) at the end of the first quarter. The portfolio of loans managed on behalf of Storebrand Livsforsikring AS amounted to NOK 16,9 billion (NOK 17.0 billion). The combined portfolio of loans in Storebrand Bank Group and Storebrand Livsforsikring amounted to NOK 78.7 billion (NOK 76.7 billion) at the end of the first quarter. The bank group's lending portfolio mainly consists of low risk home mortgages. The weighted average loan-to-value ratio in the bank group is 62 per cent for home mortgages, compared to 65 per cent at the end of 2023.

The total volume of non-performing loans has increased slightly since 2023 and accounts for 0.7 per cent (0.6 per cent) of gross lending at the end of the quarter. Non-performing loans without impairment amounted to NOK 254 million (NOK 267 million) at the end of the first quarter. The increase of non-performing loans is due to increasing interest rates on the customers debts

and increased costs of living in general. Loss-exposed loans with evidence of impairment amounted to NOK 168 million (NOK 112 million) at the end of the quarter. Total loan loss provisions amounted to NOK 115 million (NOK 105 million), of which NOK 16 million (NOK 13 million) are loan loss provisions on unused credit limits.

Liquidity risk and funding

The bank has established solid liquidity buffers and puts great importance on a balanced funding structure with varying time to maturity and issuances in various markets. The volume of deposits from customers was NOK 25.6 billion (NOK 23.9 billion) at the end of the quarter, which represents a deposit-to-loan ratio of 41.5 per cent (40.1 per cent).

Storebrand Bank ASA has issued senior bonds of NOK 450 million in the quarter. The bank has also issued commercial papers of NOK 250 million in this quarter. Storebrand Boligkreditt AS has issued covered bonds of NOK 599 million and there has been one tap-issue of NOK 3,5 billion on existing covered bonds. The long-term counterparty credit rating is A (stable). The short-term counterparty rating is A-1 (stable).

The liquidity coverage requirement (LCR) measures the size of the company's liquid assets, in relation to the net liquidity outflow 30 days in the future, given a stress situation in the money and capital markets. The bank group must comply with a LCR of 100 per cent. The bank group's LCR was 209 per cent at the end of the first quarter.

Net Stable Funding Ratio (NSFR) was 130 per cent on 31 March 2024.

Capital adequacy

The bank group has had an increase in the risk-weighted balance sheet of NOK 0.9 billion year to date. The Storebrand Bank Group had own funds of NOK 5.5 billion at the end of the first quarter. The capital adequacy ratio was 21.4 per cent and the Core Equity Tier 1 (CET1) ratio was 16.9 per cent at the end of the quarter, compared with 21.8 per cent and 17.0 per cent, respectively, at the end of 2023. The combined requirements for capital and CET1 were 18.8 per cent and 14.7 per cent respectively at the end of the first quarter.

The bank group has satisfactory financial strength and liquidity based on its operations. The bank group, parent bank and Storebrand Boligkreditt AS, satisfied the combined capital and capital buffer requirements of 31 March 2024.

Credit risk

There are no significant changes to PD, EAD and LGD estimates from 31 December 2023 to 31 March 2024. The LTV's have decreased and the average LTV is 62 per cent. There is an

increase of defaulted loans from the year end 2023 to 31 March 2024, from NOK 379 million to NOK 421 million. In Storebrand Bank ASA the average LTV is approximately 71,3 per cent. Total loan losses and provisions increased by NOK 13 million from the year end of 2023.

Performance of Storebrand Bank ASA

Storebrand Bank ASA achieved a pre-tax profit of NOK 82 million (NOK 61 million) in the quarter.

Net interest income for Storebrand Bank ASA amounted to NOK 152 million (NOK 126 million).

Other operating revenues amounted to NOK 3 million (loss of NOK 7 million) in the quarter. The gain in the first quarter was primarily due to changes in value of financial instruments.

Loan losses for the first quarter was NOK 11 million (NOK 11 million).

Strategy and future prospects

Storebrand Bank is continuing to support the Group's broad financial services offering and growth strategy in the retail market. Through developing attractive products and digital services related to savings, investments, secured and non-

secured lending, the bank offers attractive customer value propositions to both attract and retain customers. Improving competitiveness through better efficiency is a priority and the bank will maintain cost control and increase the degree of automation in customer and work processes.

After many interest rates increases throughout 2023, the expectation is that the top of the curve has been reached. Increased living costs and global instability continues to create uncertainty in the economy as a whole and on our customers' personal finances, however low unemployment balances the picture. The retail property market stagnated significantly in the third and fourth quarters last year, with mortgage interest rates reaching levels that significantly impact our customers' finances and risk appetite. The market has however been better than expected so far this year, and the real estate market has been active, an important driver for the bank's mortgage development. The Bank is closely monitoring the credit risk quality going forward in light of the macro environment and focusing on addressing customer needs in trying times.

The Board of Directors are not aware of any events of material importance to the preparation of the interim financial statements that have occurred since the balance sheet date.

Lysaker, 23 April 2024

The Board of Directors of Storebrand Bank ASA

Income statement

NOK million	Notes	01.01 - 31.03		Full year
		2024	2023	2023
<i>Interest income and similar income</i>				
Interest income calculated by using the effective interest method		977.3	588.4	2,958.5
Other interest income		39.0	25.5	135.1
Total interest income and similar income		1,016.3	613.9	3,093.6
<i>Interest expenses and similar expenses</i>				
Interest expenses calculated by using the effective interest method		-737.4	-400.2	-2,141.8
Other interest expenses		-9.1	-11.0	-34.7
Total interest expenses and similar expenses		-746.5	-411.2	-2,176.5
Net interest income		269.8	202.7	917.1
<i>Other operating income</i>				
Fee and commission income from banking services		30.1	28.4	128.1
Fee and commission expense for banking services		-9.8	-9.0	-32.3
Net change in fair value and gain/loss on foreign exchange and financial instruments		-1.2	-6.6	-1.9
Total other operating income		19.1	12.9	93.9
<i>Operating expenses</i>				
Staff expenses		-55.8	-47.7	-198.4
Other operating expenses		-68.1	-51.8	-243.0
Depreciation of non-financial assets		-4.1	-4.4	-16.6
Total operating expenses excl. credit loss on loans, etc.		-128.0	-103.9	-457.9
Profit before credit loss on loans, etc.		160.9	111.8	553.1
Credit loss on loans, guarantees and interest-bearing securities		-12.9	-16.2	-53.6
Profit before tax for continued operations		148.0	95.5	499.5
Tax on profit from continued operations		-37.0	-24.6	-119.5
Profit incl. tax from continued operations		111.0	70.9	380.0
Profit incl. tax from discontinued operations				
Profit before other comprehensive income		111.0	70.9	380.0
<i>Other comprehensive income</i>				
<i>Other income and expenses not to be reclassified to profit/loss</i>				
Changes in estimates related to defined benefit pension plans				0.1
Total other income and expenses not to be reclassified to profit/loss				0.1
<i>Other income and expenses that may be reclassified to profit/loss</i>				
Change in unrealised gain/loss on loans valued at fair value through other comprehensive income (OCI)		-0.2		0.2
Total other income and expenses that may be reclassified to profit/loss		-0.2		0.2
Total other comprehensive income		-0.2		0.2
Total comprehensive income		110.8	70.9	380.2
Total comprehensive income attributable to:				
Portion attributable to shareholders		102.8	64.7	352.9
Portion attributable to additional Tier 1 capital holders		8.0	6.2	27.3
Total		110.8	70.9	380.2

Statement of financial position

NOK million	Notes	31.03.2024	31.12.2023
Cash and deposits with central banks		108.0	6.2
Loans to and deposits with credit institutions	3	1,070.4	1,137.9
Loans to customers	3, 6,	61,745.1	59,609.1
Interest-bearing securities	3, 7	9,795.3	9,362.0
Derivatives	3	103.3	89.9
Equity instruments	3	46.9	44.4
Intangible assets		27.4	27.6
Other current assets		65.4	50.0
Total assets		72,961.7	70,327.0
Loans and deposits from credit institutions	3	0.4	283.2
Deposits from and due to customers	3	25,641.3	23,948.2
Debt securities issued	3, 4	41,340.3	40,154.1
Derivatives	3	71.3	62.3
Other current liabilities		521.8	187.3
Pensions		1.4	1.4
Tax payable		14.8	97.6
Deferred tax		44.6	24.4
Provisions for guarantees and unused credit facilities		15.8	12.5
Other provisions		2.4	0.3
Subordinated loans	3, 4	828.5	828.6
Total liabilities		68,482.6	65,599.8
Share capital		968.1	968.1
Share premium		1,298.5	1,298.5
Additional Tier 1 capital		352.9	408.2
Other paid in equity		1,215.1	1,215.1
Total paid in equity		3,834.5	3,889.9
Other equity		644.7	837.3
Total retained earnings		644.7	837.3
Total equity	5	4,479.2	4,727.2
Total liabilities and equity		72,961.7	70,327.0

Lysaker, 23 April 2024

The Board of Directors of Storebrand Bank ASA

Statement of changes in equity

NOK million	Share capital	Share premium	Hybrid capital	Other paid in capital	Total paid in equity	Other equity	Total retained earnings	Total equity
Equity at 31.12.2022	963.6	628.0	326.9	808.1	2,726.6	634.3	634.3	3,360.9
Profit for the period			27.3		27.3	352.7	352.7	380.0
Total other income and expenses not to be classified to profit/loss						0.1	0.1	0.1
Total other income and expenses that may be classified to profit/loss						0.2	0.2	0.2
Total other comprehensive income						0.2	0.2	0.2
Total comprehensive income for the period			27.3		27.3	352.9	352.9	380.2
Equity transactions with owners:								
Capital injection	4.5	670.5			675.0			675.0
Additional Tier 1 capital classified as equity			79.8		79.8	6.8	6.8	86.6
Payment to additional Tier 1 holders			-25.8		-25.8			-25.8
Group contribution received				407.0	407.0			407.0
Group contribution paid						-156.7	-156.7	-156.7
Equity at 31.12.2023	968.1	1,298.5	408.2	1,215.1	3,889.9	837.3	837.3	4,727.2
Profit for the period			8.0		8.0	103.0	103.0	111.0
Total other income and expenses not to be classified to profit/loss								
Total other income and expenses that may be classified to profit/loss						-0.2	-0.2	-0.2
Total other comprehensive income						-0.2	-0.2	-0.2
Total comprehensive income for the period			8.0		8.0	102.8	102.8	110.8
Equity transactions with owners:								
Additional Tier 1 capital classified as equity			-54.8		-54.8	2.0	2.0	-52.8
Payment to additional Tier 1 holders			-8.6		-8.6			-8.6
Group contribution paid						-297.4	-297.4	-297.4
Equity at 31.03.2024	968.1	1,298.5	352.9	1,215.1	3,834.5	644.7	644.7	4,479.2

Income statement

NOK million	Notes	01.01 - 31.03		Full year
		2024	2023	2023
<i>Interest income and similar income</i>				
Interest income calculated by using the effective interest method		397.3	218.5	1,140.2
Other interest income		28.6	37.3	172.7
Total interest income and similar income		425.9	255.9	1,312.9
<i>Interest expenses and similar expenses</i>				
Interest expenses calculated by using the effective interest method		-269.1	-123.1	-703.4
Other interest expenses		-4.5	-7.3	-18.6
Total interest expenses and similar expenses		-273.6	-130.4	-722.0
Net interest income		152.3	125.5	590.9
<i>Other operating income</i>				
Fee and commission income from banking services		74.3	65.8	284.9
Fee and commission expense for banking services		-9.1	-8.7	-32.0
Income from ownership interests in group companies				59.9
Net change in fair value and gain/loss on foreign exchange and financial instruments		3.1	-7.0	0.3
Total other operating income		68.3	50.0	313.1
<i>Operating expenses</i>				
Staff expenses		-55.8	-47.7	-198.1
Other operating expenses		-67.7	-51.6	-241.5
Depreciation of non-financial assets		-4.1	-4.4	-16.6
Total operating expenses excl. credit loss on loans, etc.		-127.7	-103.6	-456.2
Profit before credit loss on loans, etc.		93.0	71.9	447.8
Credit loss on loans, guarantees and interest-bearing securities		-11.5	-11.2	-44.3
Profit before tax for continued operations		81.5	60.6	403.5
Tax on profit from continued operations		-22.4	-16.7	-98.4
Profit before other comprehensive income		59.1	43.9	305.1
<i>Other comprehensive income</i>				
<i>Other income and expenses not to be reclassified to profit/loss</i>				
Changes in estimates related to defined benefit pension plans				0.1
Total other income and expenses not to be reclassified to profit/loss				0.1
<i>Other income and expenses that may be reclassified to profit/loss</i>				
Change in unrealised gain/loss on loans valued at fair value through other comprehensive income (OCI)		0.2		
Total other income and expenses that may be reclassified to profit/loss		0.2		
Total other comprehensive income		0.2		0.1
Total comprehensive income		59.3	43.9	305.2
<i>Total comprehensive income attributable to:</i>				
Portion attributable to shareholders		51.3	37.8	277.9
Portion attributable to additional Tier 1 capital holders		8.0	6.2	27.3
Total		59.3	43.9	305.2

Statement of financial position

NOK million	Notes	31.03.2024	31.12.2023
Cash and deposits with central banks		108.0	6.2
Loans to and deposits with credit institutions	3	5,949.1	6,703.7
Loans to customers	3, 6	16,498.4	14,539.7
Interest-bearing securities	3, 7	8,527.0	8,703.0
Derivatives	3	28.4	36.8
Equity instruments	3	46.9	44.4
Ownership interests in group companies		3,391.5	3,391.5
Intangible assets		27.4	27.6
Deferred tax assets		2.8	23.2
Other current assets		348.5	397.4
Total assets		34,928.0	33,873.5
Loans and deposits from credit institutions	3	75.6	338.4
Deposits from and due to customers	3	25,641.3	23,948.2
Debt securities issued	3, 4	3,365.9	3,632.3
Derivatives	3	18.5	19.6
Other current liabilities		497.1	608.6
Pensions		1.4	1.4
Provisions for guarantees and unused credit facilities		15.8	12.4
Other provisions		2.4	0.3
Subordinated loans	3, 4	828.5	828.6
Total liabilities		30,446.5	29,389.8
Share capital		968.1	968.1
Share premium		1,298.5	1,298.5
Additional Tier 1 capital		352.9	408.2
Other paid in equity		1,683.6	1,683.6
Total paid in equity		4,303.0	4,358.4
Other equity		178.5	125.2
Total retained earnings		178.5	125.2
Total equity	5	4,481.6	4,483.6
Total liabilities and equity		34,928.0	33,873.5

Lysaker, 23 April 2024

The Board of Directors of Storebrand Bank ASA

Statement of changes in equity

NOK million	Share capital	Share premium	Hybrid capital	Other paid in capital	Total paid in equity	Other equity	Total retained earnings	Total equity
Equity at 31.12.2022	963.6	628.0	326.9	1,386.6	3,305.1	137.4	137.4	3,442.5
Profit for the period			27.3		27.3	277.8	277.8	305.1
Total other income and expenses not to be classified to profit/loss						0.1	0.1	0.1
Total other income and expenses that may be classified to profit/loss								
Total other comprehensive income						0.1	0.1	0.1
Total comprehensive income for the period			27.3		27.3	277.9	277.9	305.2
Equity transactions with owners:								
Capital injection	4.5	670.5			675.0			675.0
Additional Tier 1 capital classified as equity			79.8		79.8	6.8	6.8	86.6
Payment to additional Tier 1 holders			-25.8		-25.8			-25.8
Group contribution received				297.0	297.0			297.0
Provision for group contribution						-296.9	-296.9	-296.9
Equity at 31.12.2023	968.1	1,298.5	408.2	1,683.6	4,358.4	125.2	125.2	4,483.6
Profit for the period			8.0		8.0	51.1	51.1	59.1
Total other income and expenses not to be classified to profit/loss								
Total other income and expenses that may be classified to profit/loss						0.2	0.2	0.2
Total other comprehensive income						0.2	0.2	0.2
Total comprehensive income for the period			8.0		8.0	51.3	51.3	59.3
Equity transactions with owners:								
Additional Tier 1 capital classified as equity			-54.8		-54.8	2.0	2.0	-52.8
Payment to additional Tier 1 holders			-8.6		-8.6			-8.6
Equity at 31.03.2024	968.1	1,298.5	352.9	1,683.6	4,303.0	178.5	178.5	4,481.6

The share capital is made up of 64 537 182 shares of nominal value NOK 15.

Statement of cash flow

Storebrand Bank ASA		NOK million	Storebrand Bank Group	
01.01 - 31.03			01.01 - 31.03	
2023	2024		2024	2023
		Cash flow from operating activities		
247.1	393.7	Receipts of interest, commissions and fees from customers	968.2	603.6
-17.0	-33.9	Payments of interest, commissions and fees to customers	-33.9	-17.0
283.3	-1,947.9	Net disbursements/payments on customer loans	-2,143.7	-2,705.7
680.3	1,510.3	Net receipts/payments of deposits from banking customers	1,510.3	680.3
-3,125.3	284.0	Net receipts/payments - securities	-325.1	-873.8
-31.1	-110.7	Payments of operating costs	-139.6	-33.8
-1,962.7	95.4	Net cash flow from operating activities	-163.7	-2,346.5
		Cash flow from investing activities		
-3.3	-4.0	Net payments on purchase/sale of fixed assets etc.	-4.0	-3.3
-3.3	-4.0	Net cash flow from investing activities	-4.0	-3.3
		Cash flow from financing activities		
-120.0	-955.0	Payments - repayments of loans and issuing of bond debt	-3,485.4	-3,113.2
	700.0	Receipts - new loans and issuing of bond debt	4,749.0	5,586.1
-55.3	-65.7	Payments - interest on loans	-605.0	-255.6
-9.7	-12.8	Payments - interest on subordinated loans	-12.8	-9.7
125.0		Receipts - new additional Tier 1 capital		125.0
-100.0	-54.8	Payments of additional Tier 1 capital	-54.8	-100.0
-5.6	-8.6	Payments - interest on additional Tier 1 capital	-8.6	-5.6
3,648.1	417.3	Receipts - new loans from credit institutions	397.4	3,600.9
-3,409.7	-680.0	Payments - repayment of loans to credit institutions	-680.0	-3,409.7
	59.9	Receipts - group contribution		
	-144.7	Payments - group contribution / dividends	-98.0	
72.9	-744.3	Net cash flow from financing activities	201.8	2,418.2
-1,893.2	-652.9	Net cash flow in the period	34.2	68.4
6,999.7	6,709.9	Cash and bank deposits at the start of the period	1,144.2	116.1
5,106.5	6,057.1	Cash and bank deposits at the end of the period	1,178.4	184.5
		Cash and bank deposits consists of:		
13.0	108.0	Cash and deposits with central banks	108.0	13.0
5,093.5	5,949.1	Loans to and deposits with credit institutions	1,070.4	171.5
5,106.5	6,057.1	Total cash and bank deposits in the balance sheet	1,178.4	184.5

Notes to the interim accounts

Note 1 | Basis for preparation

The Group's financial statements include Storebrand Bank ASA together with subsidiaries. The financial statements are prepared in accordance with IAS 34 Interim Financial Reporting. The interim financial statements do not contain all the information that is required in full annual financial statements.

The interim accounts of Storebrand Bank ASA are prepared in accordance with the annual accounts regulations of banks, mortgage companies and finance companies and with IAS 34 Interim Financial Reporting.

A description of the accounting policies applied in the preparation of the financial statements is provided in the 2023 Annual report, and the interim financial statements are prepared with respect to these accounting policies.

In preparing the Group's and the company's financial statements the management are requiring to make judgements, estimates and assumptions of uncertain amounts. The estimates and underlying assumptions are reviewed on an ongoing basis and are based on historical experience and expectations of future events and represent the management's best judgement at the time the financial statements were prepared. Critical accounting estimates and judgements are described in the 2023 Annual financial statements in note 2 and valuation of financial instruments at fair value are described in note 9 for the Group, and in note 2 and note 9 for Storebrand Bank ASA.

There are no new standards or changes in standards that have not been applied in the presentation of the accounts for the fourth quarter of 2023 that are expected to have a significant effect on the banking group's and the parent bank's accounts.

There have not been any substantial changes in the financial risk since 31.12.2023. Please see note 3 to note 9 in the 2023 Annual report for more details.

Note 2 | Related parties

Loans sold to Storebrand Boligkreditt AS

NOK million	31.03.2024
Sold home mortgages to Storebrand Boligkreditt AS	4,866.5
Bought home mortgages from Storebrand Boligkreditt AS	522.0

Loans sold to Storebrand Livsforsikring AS

NOK million	31.03.2024
Sold home mortgages to Storebrand Livsforsikring AS	1,433.5
Bought home mortgages from Storebrand Livsforsikring AS	2.0
The home mortgage portfolio managed on behalf of Storebrand Livsforsikring AS	16,873.3
Recognised fees on management of the home mortgage portfolio on behalf of Storebrand Livsforsikring AS	16,9

Credit facilities with Storebrand Boligkreditt AS

The bank has issued two credit facilities to Storebrand Boligkreditt AS. One of these facilities is a normal overdraft facility, with a commitment of NOK 8 billion. This has no expiry date, but can be terminated by the bank on 15 months' notice. The amount of the other facility is the payment obligations of Storebrand Boligkreditt the following 31 days on interest and

principal amounts regarding Covered Bonds, including any connected derivatives. This facility may not be terminated by Storebrand Bank ASA until at least 3 months after the maturity date of the covered bond and the associated derivatives with the longest period to maturity.

For more details about related parties, please see note 41 in the 2023 Annual report for Storebrand Bank ASA.

Note 3 | Valuation of financial instruments

The Storebrand Group classify financial instruments valued at fair value in three different levels. The criteria for the classification and processes associated with valuing are described in more detail in note 9 in the Annual report 2023 for Storebrand Bank Group and Storebrand Bank ASA.

The company has established valuation models and gathers information from a wide range of well-informed sources with a view to minimize any uncertainty in the valuations.

Storebrand Bank Group

Valuation of financial instruments at fair value through profit and loss

NOK million	Level 1 Quoted prices	Level 2 Observ- able assump- tions	Level 3 Non- observ- able assump- tions	31.03.2024	31.12.2023
Equities and funds					
Equities		37.7	9.2	46.9	44.4
Total equities 31.03.2024		37.7	9.2	46.9	
Total equities 31.12.2023		36.3	8.1		44.4
Loans to customers					
Loans to customers - Retail Market			355.6	355.6	351.3
Total loans to customers 31.03.2024			355.6	355.6	
Total loans to customers 31.12.2023			351.3		351.3
Interest-bearing securities					
Government and government guaranteed bonds		768.1		768.1	670.1
Collateralised securitites		2,704.6		2,704.6	2,681.5
Total interest-bearing securities 31.03.2024		3,472.7		3,472.7	
Total interest-bearing securities 31.12.2023		3,351.6			3,351.6
Derivatives					
Interest derivatives		32.0		32.0	27.5
Total derivatives 31.03.2024		32.0		32.0	
Derivatives with a positive fair value		103.3		103.3	89.9
Derivatives with a negative fair value		-71.3		-71.3	-62.3
Total derivatives 31.12.2023		27.5			27.5

There have not been any changes between quoted prices and observable assumptions on the various financial instruments in the quarter.

Valuation of financial instruments at fair value through other comprehensive income

NOK million	Level 1	Level 2	Level 3	31.03.2024	31.12.2023
	Quoted prices	Observable assumptions	Non-observable assumptions		
Loans to customers - retail market			61,014.4	61,014.4	58,882.2
Total loans to customers 31.03.2024			61,014.4	61,014.4	
Total loans to customers 31.12.2023			58,882.2		58,882.2

Financial instruments at fair value - Level 3

NOK million	31.03.2024		
	Equities	Loans to customers at fair value through profit and loss	Loans to customers at fair value through other comprehensive income
Book value 01.01.2024	8.1	351.3	58,882.2
Net gains/losses on financial instruments	1.1	-6.0	-2.3
Additions		37.9	8,203.7
Sales		-27.7	-6,069.1
Book value 31.03.2024	9.2	355.5	61,014.4

NOK million	31.12.2023		
	Equities	Loans to customers at fair value through profit and loss	Loans to customers at fair value through other comprehensive income
Book value 01.01.2023	6.1	318.8	49,156.0
Net gains/losses on financial instruments	2.0	3.1	-10.7
Additions		98.2	29,154.8
Sales		-68.9	-19,417.9
Book value 31.12.2023	8.1	351.3	58,882.2

Valuation of financial instruments at amortised cost

NOK million	Fair value		Book value	
	31.03.2024	31.03.2024	31.12.2023	31.12.2023
<i>Financial assets</i>				
Loans to and deposits with credit institutions	1,070.4	1,070.4	1,137.9	1,137.9
Loans to customers - Retail market	375.1	375.1	375.6	375.6
Interest-bearing securities	6,002.8	6,322.5	6,002.8	6,010.4
Total financial assets 31.03.2024	7,448.3	7,768.0		
Total financial assets 31.12.2023			7,516.3	7,523.9
<i>Financial liabilities</i>				
Loans and deposits from credit institutions	0.4	0.4	283.2	283.2
Deposits from and due to customers	25,641.3	25,641.3	23,948.2	23,948.2
Debt securities issued	40,164.1	41,340.3	40,164.1	40,154.1
Subordinated loans	817.1	828.5	817.1	828.6
Total financial liabilities 31.03.2024	66,622.9	67,810.5		
Total financial liabilities 31.12.2023			65,212.5	65,214.0

Sensitivity assessments

Loans to customers

The value of home loans with a floating interest rate are valued at nominal value less expected credit loss. Loans without any substantially higher credit risk than at initial recognition are valued at nominal value. Loans where there has been a significant increase in credit risk since initial recognition or loans where there is objective evidence of loss, are valued at nominal value less expected credit loss over the lifetime of the loan.

Equities

This item consists of shares in VN Norge AS. At the end of the quarter, the value of the shares is calculated on the basis of the price of the shares in VISA Inc. and the exchange rate USD / NOK. The value has also been adjusted for a liquidity and general uncertainty discount of 14%.

NOK million	Floating loans to customers		Floating loans to customers		Equities	
	Fair value through other comprehensive income (OCI)		Fair value through other comprehensive income (OCI)			
	Changes in market spread		Changes in market spread		Change in value	
	+ 10 bp	- 10 bp	+ 25bp	- 25 bp	+ 25bp	- 25 bp
Increase/reduction in fair value at 31.03.2024	-7.0	7.0	-17.5	17.5	9.4	-9.4
Increase/reduction in fair value at 31.12.2023	-6.8	6.8	-16.9	16.9	9.1	-9.1

Storebrand Bank ASA

Valuation of financial instruments at fair value through profit and loss

NOK million	Level 1	Level 2	Level 3	31.03.2024	31.12.2023
	Quoted prices	Observable assumptions	Non-observable assumptions		
Equities and funds					
Equities		37.7	9.2	46.9	44.5
Total equities 31.03.2024		37.7	9.2	46.9	
Total equities 31.12.2023		36.3	8.1		44.4
Loans to customers					
Loans to customers - Retail Market			355.6	355.6	351.3
Total loans to customers 31.03.2024			355.6	355.6	
Total loans to customers 31.12.2023			351.3		351.3
Interest-bearing securities					
Government and government guaranteed bonds		663.1		663.1	670.1
Collateralised securities		1,645.1		1,645.1	2,126.5
Total interest-bearing securities 31.03.2024		2,308.2		2,308.2	
Total interest-bearing securities 31.12.2023		2,796.5			2,796.5
Derivatives					
Interest derivatives		9.9		9.9	17.2
Total derivatives 31.03.2024		9.9		9.9	
Derivatives with a positive fair value		28.4		28.4	36.8
Derivatives with a negative fair value		-18.5		-18.5	-19.6
Total derivatives 31.12.2023		17.2			17.2

There have not been any changes between quoted prices and observable assumptions on the various financial instruments in the quarter.

Valuation of financial instruments at fair value through other comprehensive income

NOK million	Level 1	Level 2	Level 3	31.03.2024	31.12.2023
	Quoted prices	Observable assumptions	Non-observable assumptions		
Loans to customers - retail market			15,767.7	15,767.7	13,812.8
Total loans to customers 31.03.2024			15,767.7	15,767.7	
Total loans to customers 31.12.2023			13,812.8		13,812.8

Financial instruments at fair value - Level 3

NOK million	31.03.2024		
	Equities	Loans to customers at fair value through profit and loss	Loans to customers at fair value through other comprehensive income
Book value 01.01.2024	8.1	351.3	13,812.8
Net gains/losses on financial instruments	1.1	-6.0	-0.4
Supply / disposal		37.9	5,677.2
Sales / due settlements		-27.7	-3,721.9
Book value 31.03.2024	9.2	355.5	15,767.7

NOK million	31.12.2023		
	Equities	Loans to customers at fair value through profit and loss	Loans to customers at fair value through other comprehensive income
Book value 01.01.2023	6.1	318.8	11,685.7
Net gains/losses on financial instruments	1.9	3.1	-1.3
Supply / disposal		98.2	9,634.0
Sales / due settlements		-68.9	-7,505.7
Book value 31.12.2023	8.0	351.3	13,812.8

Valuation of financial instruments at amortised cost

NOK million	Fair value 31.03.2024	Book value 31.03.2024	Fair value 31.12.2023	Book value 31.12.2023
<i>Financial assets</i>				
Loans to and deposits with credit institutions	5,949.1	5,949.1	6,703.7	6,703.7
Loans to customers - Retail market	375.1	375.1	375.6	375.6
Interest-bearing securities	6,222.5	6,218.8	5,898.8	5,906.4
Total financial assets 31.03.2024	12,546.7	12,543.0		
Total financial assets 31.12.2023			12,978.2	12,985.7
<i>Financial liabilities</i>				
Loans and deposits from credit institutions	75.6	75.6	338.4	338.4
Deposits from and due to customers	25,641.3	25,641.3	23,948.2	23,948.2
Debt securities issued	3,377.2	3,365.9	3,641.4	3,632.3
Subordinated loans	816.4	828.5	817.1	828.6
Total financial liabilities 31.03.2024	29,910.5	29,911.3		
Total financial liabilities 31.12.2023			28,745.0	28,747.5

Sensitivity assessments

Loans to customers

The value of home loans with a floating interest rate are valued at nominal value less expected credit loss. Loans without any substantially higher credit risk than at initial recognition are valued at nominal value. Loans where there has been a significant increase in credit risk since initial recognition or loans where there is objective evidence of loss, are valued at nominal value less expected credit loss over the lifetime of the loan.

Equities

This item consists of shares in VN Norge AS. At the end of the quarter, the value of the shares is calculated on the basis of the price of the shares in VISA Inc. and the exchange rate USD / NOK. The value has also been adjusted for a liquidity and general uncertainty discount of 14%.

NOK million	Floating loans to customers		Floating loans to customers		Equities	
	Fair value through other comprehensive income (OCI)		Fair value through other comprehensive income (OCI)		Change in value	
	+ 10 bp	- 10 bp	+ 25bp	- 25 bp	+ 25bp	- 25 bp
Increase/reduction in fair value at 31.03.2024	-1.8	1.8	-4.5	4.5	9.4	-9.4
Increase/reduction in fair value at 31.12.2023	-1.6	1.6	-4.0	4.0	9.1	-9.1

Note 4 Debt securities issued and subordinated loans

NOK million	Storebrand Bank Group	
	31.03.2024	31.12.2023
Commercial papers	853.0	602.3
Senior bonds and covered bonds	40,487.3	39,551.7
Subordinated loans	828.5	828.6
Total debt securities issued and subordinated loans	42,168.8	40,982.7

Changes in debt securities issued and and subordinated loans

NOK million	Balance sheet 31.12.2023	Issued	Matured / redeemed	Exchange movements	Adjustments	Balance sheet 31.03.2024
Commercial papers	602.3	250.0			0.6	853.0
Senior bonds	3,029.9	449.9	-967.4		0.6	2,512.9
Covered bonds	36,521.8	4,070.5	-2,654.1	22.0	14.2	37,974.4
Total debt securities issued	40,154.1	4,770.3	-3,621.6	22.0	15.4	41,340.3
Dated subordinated loans	828.6				-0.1	828.5
Total subordinated loans	828.6				-0.1	828.5

Note 5 Capital adequacy

Capital adequacy calculations are subject to special consolidation rules in accordance with the regulation on consolidated application of the capital adequacy rules etc. (the "Consolidation Regulation"). The Storebrand Bank Group is defined pursuant to Section 5 of the Consolidation Regulation as a financial group comprising solely or mainly undertakings other than insurance companies. According to the capital requirement regulations, the valuation rules used in the company's accounts form the basis for consolidation. Consolidation is mainly carried out in accordance with the same principles as

those used in the accounts, with all internal transactions eliminated, including shares, loans and deposits as well as other receivables and liabilities.

The standard method is used for credit risk and market risk and the basis method is used for operational risk. The systemic risk buffer requirement has increased by 1.5 per cent as of 31 December 2023. Total requirement to Core Equity Tier 1 (CET1) and eligible capital (Tier 1 capital + Tier 2 capital) are 14.7 per cent and 18.8 per cent respectively. The Pillar 2 requirement for Storebrand Bank is 1.3 per cent. As of 31 December 2023, 0.73 per cent of the Pillar 2 requirement must be covered with Core Equity Tier 1 (CET1) capital.

Eligible capital

Storebrand Bank ASA		NOK million	Storebrand Bank Group	
31.12.2023	31.03.2024		31.03.2024	31.12.2023
968.1	968.1	Share capital	968.1	968.1
3,515.6	3,513.5	Other equity	3,511.1	3,759.1
4,483.6	4,481.6	Total equity	4,479.2	4,727.2
-404.8	-350.0	Additional Tier 1 capital included in total equity	-350.0	-404.8
-3.4	-2.9	Accrued interest on capital instruments included in total equity	-2.9	-3.4
4,075.4	4,128.7	Total equity included in Core Equity Tier 1 (CET1)	4,126.3	4,319.0
		Deductions		
	-59.1	Profit not included in the calculation of eligible capital		
-17.7	-18.6	AVA adjustments	-65.2	-63.5
-27.6	-27.4	Intangible assets	-27.4	-27.6
	-2.5	Minimum Loss Coverage for Non Performing Loans	-4.9	
		Provision for group contribution		-297.4
		Addition		
		Group contribution received	297.0	297.0
4,030.1	4,021.1	Core Equity Tier 1 (CET1)	4,325.8	4,227.5
		Other Tier 1 capital	4,325.8	4,227.5
404.8	350.0	Capital instruments eligible as Additional Tier 1 capital	350.0	404.8
-54.8		Capital instruments not eligible as Additional Tier 1 capital		-54.8
4,380.1	4,371.1	Tier 1 capital	4,675.8	4,577.5
		Tier 2 capital		
825.0	825.0	Subordinated loans	825.0	825.0
5,205.1	5,196.1	Eligible capital (Tier 1 capital + Tier 2 capital)	5,500.8	5,402.5

Minimum capital requirements

Storebrand Bank ASA		NOK million	Storebrand Bank Group	
31.12.2023	31.03.2024		31.03.2024	31.12.2023
1,189.7	1,239.0	Credit risk	1,931.0	1,867.3
		Of which:		
9.5	7.0	Local and regional authorities	6.4	4.8
373.1	364.5	Institutions	10.7	10.8
400.0	468.6	Loans secured in residential real estate	1,737.8	1,653.9
70.7	58.5	Retail market	81.1	108.8
13.8	17.4	Loans past-due	34.4	31.5
302.8	310.3	Covered bonds	46.8	41.2
19.9	12.8	Other	13.8	16.3
1,189.7	1,239.0	Total minimum requirement for credit risk	1,931.0	1,867.3
		Total minimum requirement for market risk		
101.1	101.1	Operational risk	115.3	115.3
1.4	1.3	CVA risk ¹⁾	7.0	1.8
1,292.2	1,341.4	Minimum requirement for net primary capital	2,053.2	1,984.3

Capital Adequacy

Storebrand Bank ASA			Storebrand Bank Group	
31.12.2023	31.03.2024		31.03.2024	31.12.2023
32.2%	31.0%	Capital ratio	21.4%	21.8%
27.1%	26.1%	Tier 1 capital ratio	18.2%	18.5%
25.0%	24.0%	Core equity Tier 1 (CET1) capital ratio	16.9%	17.0%

Basis of calculation (risk-weighted volume)

Storebrand Bank ASA		NOK million	Storebrand Bank Group	
31.12.2023	31.03.2024		31.03.2024	31.12.2023
14,871.3	15,487.6	Credit risk	24,137.4	23,341.2
		Of which:		
118.3	87.2	Local and regional authorities	80.1	60.2
4,663.2	4,556.7	Institutions	133.7	135.3
4,999.5	5,857.0	Loans secured in residential real estate	21,722.5	20,674.0
883.8	730.9	Retail market	1,014.2	1,360.1
172.7	217.3	Loans past-due	430.0	393.6
3,785.4	3,878.3	Covered bonds	584.6	514.8
248.5	160.2	Other	172.5	203.2
14,871.3	15,487.6	Total basis of calculation credit risk	24,137.4	23,341.2
		Total basis of calculation market risk		
1,264.2	1,264.2	Operational risk	1,440.9	1,440.9
17.1	15.8	CVA risk	87.3	22.2
16,152.6	16,767.6	Total basis of calculation of minimum requirements for capital	25,665.5	24,804.3

Leverage ratio

Storebrand Bank ASA		NOK million	Storebrand Bank Group	
31.12.2023	31.03.2024		31.03.2024	31.12.2023
4,380.1	4,371.1	Tier 1 capital	4,675.8	4,577.5
68,367.2	70,457.6	Total Leverage ratio exposure measure	75,245.3	72,197.5
6.4%	6.2%	Leverage ratio	6.2%	6.3%

Note 6 | Loan portfolio and guarantees

NOK million	Storebrand Bank ASA		Storebrand Bank Group	
	31.03.2024	31.12.2023	31.03.2024	31.12.2023
Loans to customers at amortised cost	426.4	422.9	426.4	422.9
Loans to customers at fair value through profit and loss	355.6	351.3	355.6	351.3
Loans to customers at fair value through other comprehensive income (OCI)	15,793.6	13,838.3	61,062.4	58,927.8
Total gross loans to customers	16,575.6	14,612.5	61,844.3	59,702.0
Provision for expected loss stage 1	-4.4	-4.7	-5.9	-6.4
Provision for expected loss stage 2	-17.9	-14.1	-26.2	-20.6
Provision for expected loss stage 3	-54.9	-54.1	-67.2	-66.0
Net loans to customers	16,498.4	14,539.7	61,745.1	59,609.1

There are no significant changes to Probability of Default (PD), Exposure at Default (EAD) and Loss Given Default (LGD) estimates from 31 December 2023 to 31 March 2024. There are also no significant changes between stage 1, 2 and 3. The LTV's have decreased and the average LTV is 62 per cent and the corresponding figure is 65 per cent at the end of 2023. There is an increase of defaulted loans from the year end 2023 to 31 March 2024, from NOK 379 million to NOK 421 million. In Storebrand Bank ASA the average LTV is approximately 71 per cent and 75 per cent at the end of 2023.

Note 7 | Off balance sheet liabilities and contingent liabilities

Storebrand Bank ASA		NOK million	Storebrand Bank Group	
31.12.2023	31.03.2024		31.03.2024	31.12.2023
0.3	0.3	Guarantees	0.3	0.3
4,904.7	5,667.2	Unused credit limits	5,408.8	4,883.3
2,607.0	3,898.4	Loan commitments retail market	3,898.4	2,607.0
7,511.9	9,565.8	Total contingent liabilities	9,307.4	7,490.6
1,428.6	1,727.1	Booked value of bonds pledged as security for the bank's D-loan and F-loan facility with the Norwegian central bank	1,727.1	1,428.6
152.3	152.1	Booked value of bonds pledged as security with other credit	152.1	152.3
1,580.9	1,879.2	Total book value of off balance sheet liabilities	1,879.2	1,580.9

Guarantees essentially encompass payment guarantees and contract guarantees. Unused credit facilities encompass granted and any unused credit accounts and credit cards, as well as, any unused flexible mortgage facilities. Unused credit facilities reported in Storebrand Bank ASA as of 31 March 2024 includes NOK 3,1 billion to the subsidiary Storebrand Boligkreditt AS (see note 2).

Financial calendar

24 April 2024	Results Q1 2024
12 July 2024	Results Q2 2024
23 October 2024	Results Q3 2024
February 2025	Results Q4 2024

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