

Financial report, first half year and second quarter 2023



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STATEMENT UNDER THE SECURITIES TRADING ACT § 5-6

Information concerning SpareBank 1 Helgeland

Main features group

Main features in MNOK and in % average total assets	Q2/23		Q1/23		30.06.2023		30.06.2022		31.12.2022	
Net interest- and credit commission income	233	2.47 %	233	2.47 %	466	2.47 %	358	1.83 %	783	2.01 %
Net commission income and other operating income	44	0.47 %	38	0.40 %	82	0.43 %	87	0.45 %	171	0.44 %
Net profit from other financial investments	6	0.07 %	24	0.25 %	30	0.16 %	-6	-0.03 %	1	0.00 %
Staff cost (note 4)	44	0.46 %	44	0.47 %	88	0.46 %	84	0.49 %	172	0.43 %
Other operating expenses (note 4)	57	0.60 %	57	0.61 %	114	0.60 %	101	0.52 %	209	0.52 %
Losses on loans, guarantees etc. (note 10)	37	0.39 %	10	0.11 %	47	0.25 %	3	0.01 %	11	0.03 %
Result before tax	147	1.56 %	184	1.95 %	331	1.75 %	251	1.29 %	563	1.44 %
Tax payable on ordinary result	36	0.38 %	40	0.42 %	76	0.40 %	65	0.33 %	118	0.30 %
Net profit	111	1.18 %	144	1.53 %	255	1.35 %	186	0.96 %	445	1.14 %

Profitability	30.06.2023	30.06.2022	31.12.2022
ROE (excl. hybrid capital)	11.3 %	8.5 %	9.9 %
Net interest	2.47 %	1.83 %	2.01 %
Net interest including transferred loans	2.24 %	1.70 %	1.83 %
Costs as a percentage of income	34.7 %	42.2 %	39.9 %

Balance and liquidity	30.06.2023	30.06.2022	31.12.2022
Total assets	37 466	39 189	38 624
Average total assets	38 116	39 118	39 027
Total asset including transferred loans	45 326	44 456	44 996
Average total assets including transferred loans	43 105	43 904	44 306
Total loans	29 547	31 600	30 975
Total loans including transferred loans	37 408	36 867	37 347
Lending growth including transferred loans	1.5 %	34.9 %	0.9 %
Customer deposits	25 327	24 731	25 129
Customer deposits growth in percent	2.4 %	20.0 %	6.7 %
Customer deposits in percent of total loans	85.7 %	78.3 %	81.1 %

Solidity (including cooperative group)	30.06.2023	30.06.2022	31.12.2022
Core tier one Capital ratio	18.9 %	19.1 %	19.0 %
Core Capital ratio	21.0 %	21.2 %	21.1 %
Total capital ratio	23.4 %	23.7 %	23.5 %
Core tier one Capital	3 925	3 851	3 952
Core Capital	4 363	4 280	4 390
Total net equity and related capital	4 858	4 783	4 900
Capital requirement	20 768	20 146	20 809
Leverage Ratio	9.3 %	9.1 %	9.4 %

*Definition of key figures and APM's is found in note under other key figures

Accounts SpareBank 1 Helgeland 2nd quarter 2023

General information

SpareBank 1 Helgeland is an independent savings bank determined to be the leading bank and a driving force for growth in Helgeland. SpareBank 1 Helgeland is the only bank with a head office in the region. The bank's strong market position combined with professional expertise, competitive prices and solid capital makes the bank well prepared in a challenging time with the war in Ukraine with following turmoil in the markets with relatively high and increasing interests and inflation.

The accounts are produced in line with IFRS, including IAS 34 on interim reporting. Further information on the accounting principles is given in the annotations to the annual accounts for 2022 and annotation 1 in the quarterly report. The numbers used are consolidated figures unless it is otherwise stated. Figures in brackets are the previous year's comparative figures. The financial report has not been audited.

Main features 2nd quarter

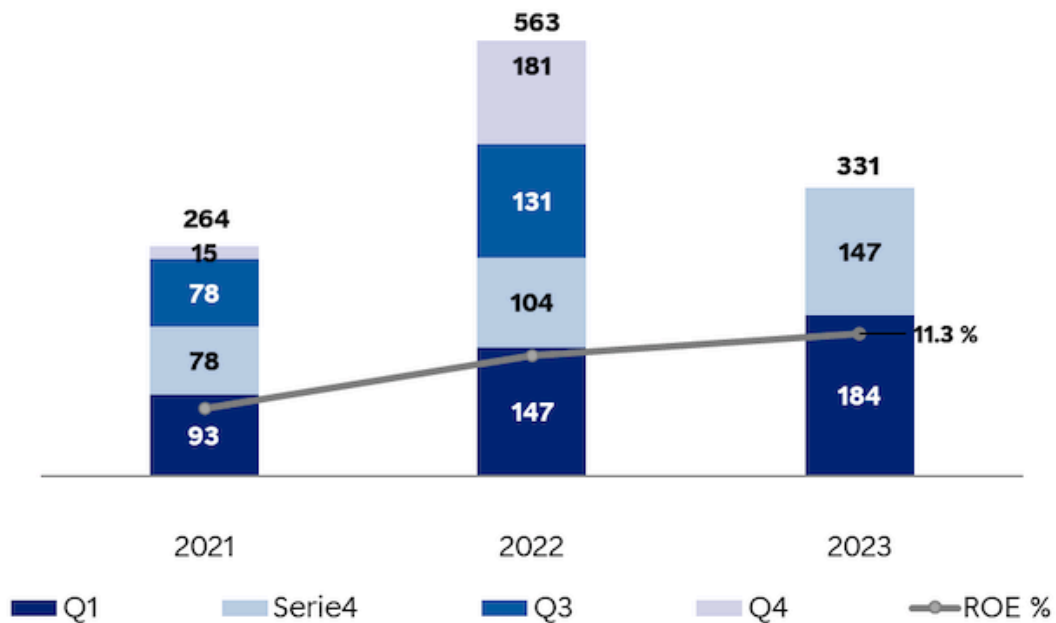
- Quarterly gross profit of MNOK 147 against MNOK 184 last quarter.
- Good basic operation, but the quarterly PLA is affected by increased write-downs.
- Net interest in the quarter of MNOK 233, at the same level as last quarter.
- Profit from financial assets and commitments amounts to MNOK 6, a decrease of MNOK 18 from last quarter.
- Net commission income of MNOK 44, an increase of MNOK 6 from last quarter.
- Increased write-downs in lending in the quarter of MNOK 37, an increase of MNOK 27 from last quarter.
- Costs in % of income was 35.3 % against 34.2 % last quarter.
- Annualized net ROE adjusted for hybrid capital of 10.1 %.

Main features this quarter (MNOK)	Q2/23	Q1/23	Change
Net profit	147	184	-37
Net interest and comission income	233	233	0
Operating cost	100	101	-1
Yield per equity capital certificate	3.2	4.1	-1
Provision of loss	37	10	27
Profit from financial investments	6	24	-18
Growth gross lending (this quarter)	-18	79	-97
Growth deposits (this quarter)	-50	248	-298

Main features so far this year

- Stable basic operation, but the PLA is affected by increased write-downs.
- Gross profit of MNOK 331 (251).
- Net interest income of MNOK 466 (358).
- Profit from financial assets and commitments MNOK 30 (-6).
- Net commission income of MNOK 82 (87).
- Write-downs on lending of MNOK 47 (3) or 0.32 % of gross lending (annualized).
- Cost in % if income was 34.7 (42,2) %
- Annualized net ROE adjusted for hybrid capital of 11.3 %

Profit development (MNOK)

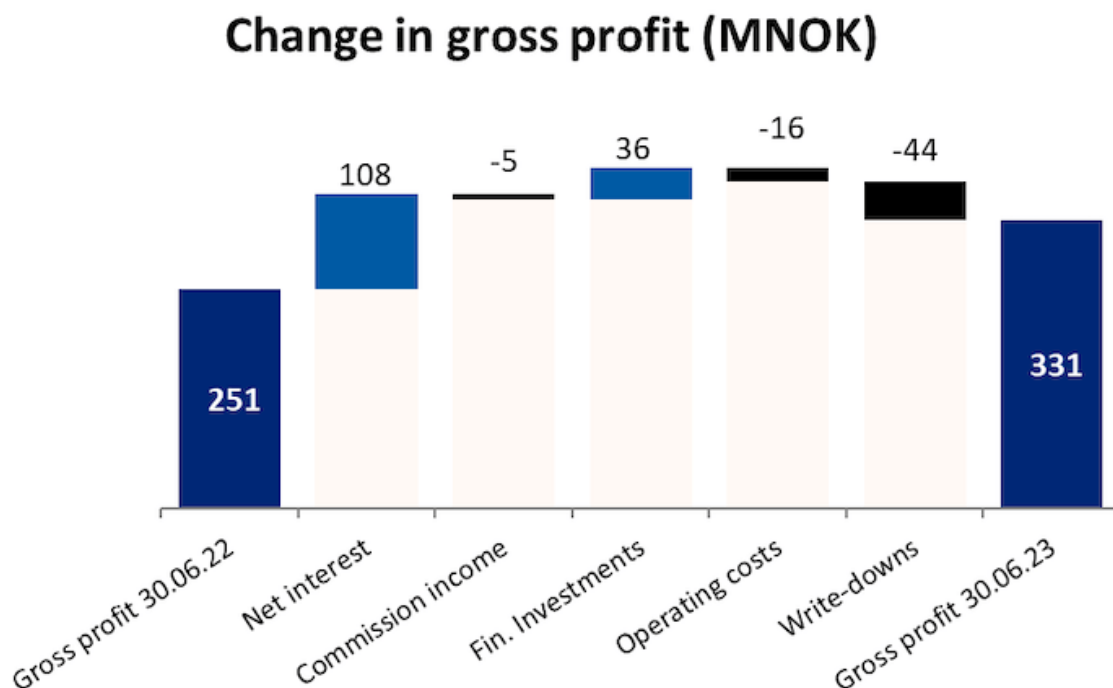


Profit

As for the second quarter, gross profit was MNOK 147 against MNOK 184 in the first quarter of 2023, an increase of MNOK 37. The decrease in the quarter is a consequence of dividends from the product companies recognized last quarter and an increase in write-downs, while the commission income has had a moderate increase.

So far this year, gross profit is MNOK 331 (251), an increase of MNOK 80 against corresponding period last year. The increase from last year is mainly related to an increase of the net interest of

MNOK 108 from the corresponding period last year and an increase in financial investments by MNOK 36. Increased operating costs and write-downs draws the changes from last year down.

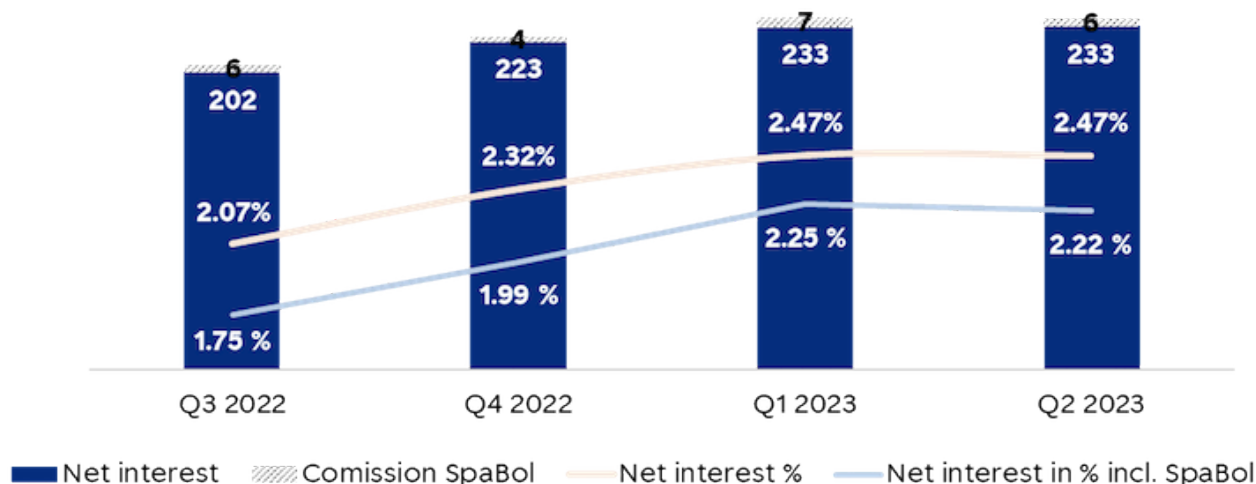


Net interest

Net interest and credit commission income amounted in the 2nd quarter MNOK 233, which is on the same level as last quarter. In % of average total assets net interest and credit commission income is 2.47 %, also on the same level as 4st quarter 2023. Inclusive commission income for transferred loans to mortgage loan companies, the net interest and credit commission income amounts to MNOK 239 against 240 last quarter. In % of total assets included transferred loans, this amounts to 2.22 % by the end of the quarter against 2.25 % last quarter.

So far this year, net interest and credit commission income is MNOK 466 (358), an increase of MNOK 108 from last year. In % of average total assets, this amounts to 2.47 (1.83) %. Inclusive commission income from transferred loans to mortgage companies, net interest and credit commission income amounts to MNOK 479 (374) pr 30.06.23. This equals a net interest in % of total assets included transferred loans of 2.24 (1.70) %.

So far this year the group has expensed MNOK 9 in contribution to the deposit guarantee- and the emergency fund.



Net commission earnings

For the quarter, the net commission earnings were MNOK 44 against MNOK 38 in the first quarter of 2023. In percentage of average total assets this amounts to 0.47 % for the quarter, an increase of 0.07 % from first quarter 2023.

Deducted commission income on loans transferred to SpareBank 1 Boligkreditt net commission earnings in % of average total assets amounts to 0.36 % against 0.31 in the first quarter of 2023. The increase from last quarter is mainly related to season variations.

For the year, net commission earnings amount to MNOK 82 (87) or 0.43 (0.45) % of average total assets. Hereof MNOK 13 (16) in commission income from SpareBank 1 Boligkreditt. The decrease from the corresponding period last year is related to the bonus commission non-life insurance of MNOK 9 as there is no basis for in 2023.

Net value change and profit/loss from financial investments

Income from financial investments was positive with MNOK 6 in the second quarter, a decrease of MNOK 18 compared to the first quarter in 2023. The market development in the quarter has provided an unrealized loss on fixed rate lending of MNOK 13. The losses are counteracted on positive value changes on derivates outside hedging of MNOK 16.

Compared to the same period last year, the profit from financial investments amounts to an increase of MNOK 36. The increase is related to lower losses on the placements in the current year.

In the parent bank, dividend from Helgeland Boligkreditt AS have been recognized as income with MNOK 29 in the first quarter of 2023.

Operating costs

This quarter, the operating costs were MNOK 100 against MNOK 101 in the first quarter of 2023. In % of income, the costs amount to 35.3 % against 34.2 % in the first quarter of 2023. The costs are within the bank’s target for cost level of 40 % of total income but is affected by high income related to increased interests. Loss on financial assets and commitments deducted, the cost percentage is 36.1 %.

So far this year, the operating costs amounts to MNOK 201 (185), This is an increase of MNOK 16 compared to the corresponding period last year. So far this year, the cost percentage is 36.7 %.

The bank’s sick leave is 4.0 against 3.8 % in the corresponding period last year.

Operating cost (mnok) and % of income



Write-downs on lending

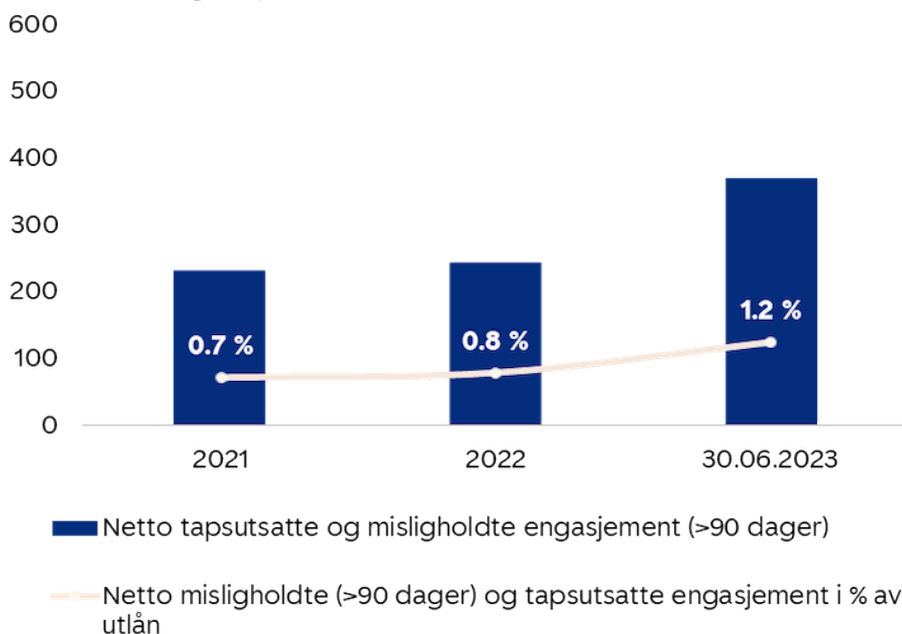
MNOK 37 has been expensed in write-downs on loans and guarantees this quarter against MNOK 10 in the first quarter 2023. Annualized, this amounts to a percentage of gross lending of 0.50 (0.13) % of gross lending this quarter. Increased write-downs in the quarter are mainly related to bankruptcies for two of the bank’s corporate customers. It is not expected further write-downs to the commitments mentioned.

Net non-performing and impaired commitments amounts to MNOK 369 by the end of the quarter against MNOK 292 at the end of first quarter 2023. This equals to an increase of MNOK 77 from last quarter. The increase is related to single customers that have gone in default for various reasons, hereunder the bankruptcies mentioned in the previous paragraph. There are individual loss evaluations on large parts of the volume that is marked within non-performing and impaired commitments as of 30.06.23, and it is not expected significant changes in the loss deductions on these commitments.

It lies uncertainty related to the war in Ukraine and the macroeconomic picture. This is recognized in the banks model calculation of loss where it is implemented a new version of the loss model in the second quarter. This version has a better functionality for macro adjustments, and the transfer to the new version has had no significant effects on model calculated loss. At transfer to the updated macro model, scenario weighting was reversed for 80, 10 and 10 % for “base case”, “worst case” and “best case”.

So far this year, write-downs on loans and guarantees amounts to MNOK 47 (3). In % of gross lending, this amounts to 0.32 (0.02) % (annualized).

Misligholdte og tapsutsatte engasjement (mill. kr.)



The equity certificate – HELG

By the end of the quarter, the number of EC owners amounts to 2 794. The 20 largest owners are noted with 80.3 % of the EC capital. Of this, Sparebankstiftelsen owns 28.11 % and SpareBank 1 Nord-norge 19.99 %.

Number of issued ECC's is 27 000 130. As of 30.06.23, the bank owned 30 787 own ECC's.

At the end of the quarter, the price of the banks EC's was NOK 125. This represent an increase of NOK 5 of 4 % from 31.12.22.

Balance development per 30.06.23

Total assets amount to 37.4 bn. Over the last 12 months, total assets are reduced by MNOK -1 724 (4 381) or -4.4 (12.6) %. Reduced total assets is mainly related to transfer of loans to SpareBank 1 Boligkreditt.

Commitments

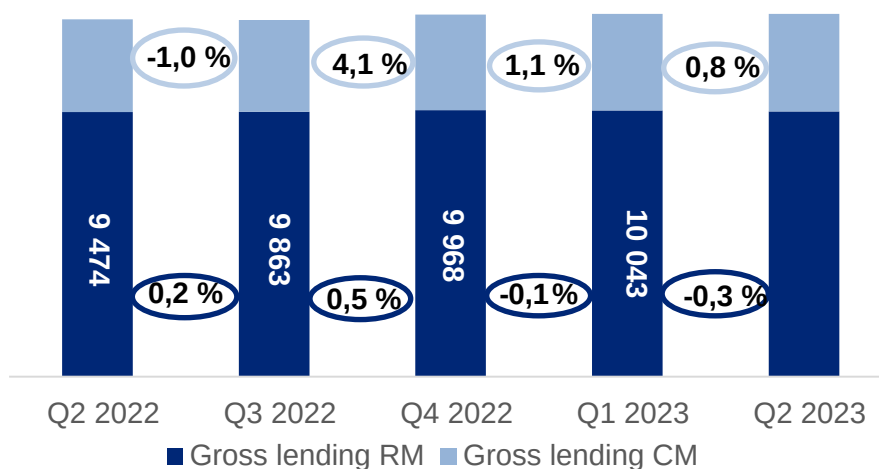
Inclusive transferred loans to mortgage companies, the lending growth is negative by MNOK -18 or -0.0 %. Of this, the retail market has a negative growth of MNOK -93 this quarter while the corporate market has a growth of MNOK 75. Low growth in the quarter is mainly related to little activity in the retail market.

By the end of the quarter, gross lending included transferred loans to mortgage companies amounted to 37 408. Of the groups lending, 84.0 (84.5) % is lent to customers in Helgeland.

Of total lending, MNOK 27 365, or 73.2 (74.0) % is lending to retail customers, of which MNOK 7 861 has been transferred to SpareBank 1 Boligkreditt. Lending included transferred loans to credit companies has over the last 12 months increased by MNOK 71 (7 853) or 0.3 (41.4) %. The comparison number includes the portfolio taken over from SpareBank 1 Nord-Norge.

At the end of the quarter, total lending to the corporate market amounts to MNOK 10 043 (9 573). Hereof MNOK 218 transferred loans to SpareBank 1 Boligkreditt. The growth over the last 12 months is MNOK 470 (1.209) or 4.9 (14.5) % in the corporate market.

Development gross lending CM/RM (MNOK)



Deposits from customers

By the end of second quarter, deposits from customers constituted MNOK 25 327. The deposits have over the last 12 months increased by MNOK 596 (4 119), or 2.4 (20.0) %. In the quarter, the deposits have decreased by MNOK -50 against MNOK 587 in the second quarter of 2022.

The group has a high deposit ratio where 89.8 (90.9) % are deposits from customers in Helgeland. Of total deposits of MNOK 25 327, MNOK 15 256 or 60.2 (60.1) % is deposits from retail customers. The 12-month deposit growth in the retail market was MNOK 421 (2 931), or 2.7 (24.6) %. In the corporate market, deposits have over the last 12 months increased by MNOK 195 (1 188) or 2.0 (13.7) %.

Deposit ratio in % of gross lending was per 30.06.23 85.7 (78.3) %.

Funding

Deposits from customers are the most important funding source for the bank. The group is also funded in the Norwegian money- and securities market. Total capital market funding is amounted at the end of the quarter to MNOK 6 517 (9.025) and has a satisfying allocation of duration and lending sources. By the end of the quarter, the share of loans beyond one year was 77.9 (78.6) %. Per 30.06.23, the average remaining term for debt securities was 2.16 (2.31) years.

The bank is continually preparing for the transferral of approved mortgages to mortgage companies. By the end of the quarter, the bank has transferred MNOK 7 861 to SpareBank 1 Boligkreditt, and 4 282 to the fully owned subsidiary Helgeland Boligkreditt. Totally, this amounts to MNOK 12 143, which is an increase of MNOK 930 compared to the corresponding period last year. Loans transferred to Helgeland Boligkreditt is included in the consolidation, while transferred loans to SpareBank 1 Boligkreditt is excluded from the consolidation.

The fixed maximum limit for transferring loans to Helgeland Boligkreditt AS is 35 % of gross lending and 50 % of gross lending to the retail market. As of 30.06.23, the transfer level is 32.5 (30.4) % and 44.4 (40.8) %. Transferred loans to Helgeland Boligkreditt AS is expected to be reduced in line with the maturity dates of the loans in the company. This follows of the transfer to SpareBank 1-alliance, and use of funding through SpareBank 1 Boligkreditt. The company is planned to run further with total assets of 3.3 bn.

Cash flow

The cash flow statement shows how SpareBank 1 Helgeland has received cash and how these are used. It is based on gross cash flows from operational activities, investment- and financing activities. The liquidity holding is decreased by MNOK -292 since year end.

Rating

SpareBank 1 Helgeland is rated by Moody's. The bank's rating is A3 with a "positive outlook". Bonds issued by Helgeland Boligkreditt AS are given an Aaa rating by Moody's.

Subsidiaries and joint ventures

The SBH group consists of SpareBank 1 Helgeland and the consolidated subsidiaries Helgeland Boligkreditt AS, Bankbygg Mo AS, AS Sparebankbygg, Helgeland Sparebanks Eiendomsselskap AS, Helgeland Utviklingsselskap AS and Storgata 73 AS.

The owner shares in Samarbeidende Sparebanker AS and Samarbeidende Sparebanker Uvikling DA is classified as jointly controlled companies. The bank has an owner share of 3 % in both companies, where the owner share in Samarbeidende Sparebanker AS dictates an indirect owner share in SpareBank 1 Gruppen AS of 0.6 %.

Risk and capital management

The SBH group's combined risk is governed through proxies, targets, and frames determined by the Board of Directors. The combined capital requirement is summarized in the bank's ICAAP.

Credit risk

The SBH group's strategy for the credit area is derived from the overall strategy and contains guidelines for the distribution of loans between the retail and corporate markets, exposure to industries (concentration risk) and geographical limitations. Lending to retail customers consists of a high level of secure mortgages that give a low risk in the portfolio.

The development in the bank's credit risk is monitored closely.

The corporate customers are given individual close follow-up in addition to monitoring development of risk based on the bank's score models. Monitoring of development has been established in relation to approved management objectives for the portfolio.

As of 30.06.23 net non-performing (>90 days) and impaired commitment constitute MNOK 369 (241) which is an increase of MNOK 128 from 30.06.22. In percentage of gross lending this amounts to 1.2 (0.7) %.

Market risk

The SBH group's interest rate risk is managed within frames approved by the Board and is considered low.

The bank takes on credit spread risk, primarily through the management of interest-bearing assets in the bank's liquidity portfolio. The portfolio mainly consists of securities issued by Norwegian banks, mortgage companies, municipalities, government, and non-financial institutions. The credit spread risk is within the approved frames.

The bank's positions in shares is mainly strategic motivated through share investments in subsidiaries and product companies. The market risk attached to these share investments are valued as moderate.

Operational risk

The risk management is central in the daily operation and in the board's work. The risk is primarily managed through policy and guidelines, frameworks, power of attorney, reporting requirements and competence requirements. As of 31.03.23 it has not been revealed any conditions that are critical to the bank's activities.

Liquidity risk

The Board has approved a strategy for liquidity management that determine the purpose, management objectives, and risk tolerance for the management of liquidity risk. The bank's liquidity situation is considered satisfactory, and the share of long-term funding is well above the target.

The SBH group's combined liquidity reserves (cash, deposits, and interest-bearing assets) constitute NOK 7.5 (7.3) bn, or 20.0 (18.5) % of the group's total assets. The combined duration of the interest portfolio is 1.70 (1.97) years.

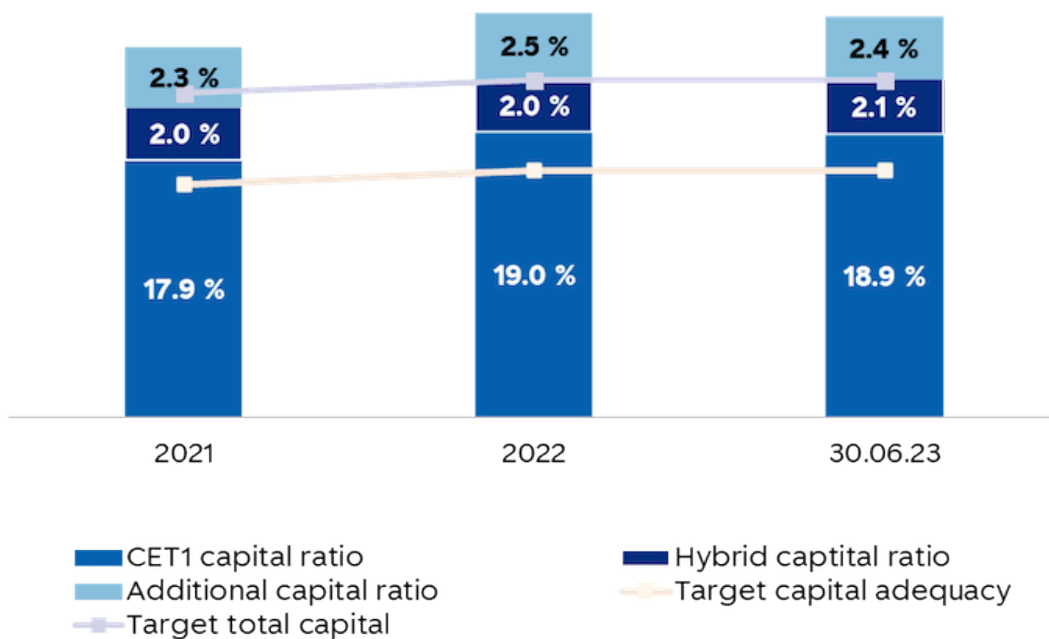
The bank's liquidity reserve portfolio mainly consists of solid issuers of interest-bearing securities that qualify for LCR reporting. By the end of the quarter the SBH Group has an LCR of 184 (185) %.

Solidity

After proportionally consolidation, net equity, and related capital amounts to MNOK 4 858, hereby fund obligations by MNOK 398 and subordinated loan by MNOK 437.

the SBH group has per 30.06.23 a CET1 of 18.9 (19.1) % and a total capital ratio of 23.4 (23.7) %. The profit at the end of the year is not included in the CET1. Inclusive 50 % of the profit at the end of the quarter, the CET1 and the total capital ratio is 19.5 % and 24.0 %.

Development capital adequacy



Statutory minimum requirement for pure core capital adequacy is 12.5 %. The bank has a Pillar 2 addition of 2.2 %. The group's capital requirement including Pillar 2 addition amounts to 14.7 (13.2) %.

The target of CET1 and total capital ratio is at 1.3 % over regulatory demands, and at this point this amount to 17.5 %, and 21.0 %. The bank has in its target considered forthcoming increase of the system risk buffer.

The bank's capital ratio is higher than the target. The board of directors assumes that the capital is to be used to future growth or alternatively distributed to the owners through higher dividend and gift allocation. The bank's target on dividend is minimum 50 % of the profit.

The Group has a risk weighted balance before proportionately consolidation of MNOK 20 768 (20 146).

The group's Leverage Ratio (unweighted core capital ratio) was 9.3 (9.1) % after proportionally consolidation.

Prospects ahead

First half of 2023 has continued as large parts of 2022. The price and cost growth continues to increase, and so does the interest rate development, while a brutal attack war in Ukraine is ongoing. Even if the macro picture is uncertain, both Helgeland and the local bank has made it well through this period. The ambitions in Helgeland are great, and the bank has faith in that what is going on in Helgeland will contribute to further state Helgeland as an industry capital, travel destination and not least a central contributor to the green shift. The industry growth in the region depends on the establishment of new green industry, as battery production. FREYR has signaled delay in its establishment of the battery fabric GigaArctic in Mo I Rana pending on better public means in Norway/EU. This delay also affects the service industry in the region.

Many of the banks' customers will experience a tighter economy. In the banks market area, the electricity prices have been low, which contributes to a positive direction for the customers, but one still sees that default and bankruptcy will continue to increase in the time to come, especially in the corporat market, the high interests and a high cost level is beginning to have effect for exposed companies and we are seeing an increase in bankruptcies among smaller companies and companies within construction/construction and property contractors. The bank has so far in 2023 governed by an expectation of normalized write-downs of around 0.18 % of gross lending. The level of expectation is maintained also in the quarters to come. Still, the level for the year as a whole can be challenged. We have increased write-downs in the second quarter of 2023. On a national level, we see a change in the bankruptcy rates, this also applies to Helgeland. Increased bankruptcy rates together with turmoil markets, relatively high and increasing interests and inflation is together evaluated to create uncertainty regarding future loss.

The group has a long-term target of a ROE on level with comparable banks, pt. 11 % after tax. This target is expected fulfilled for 2023.

For the credit and the deposit portfolio inclusive transferred loans to the mortgage company, it is estimated that the interest rate increase in the quarter will provide a strengthening of the net interest. However, increased funding costs and price adaptations will draw this effect on the net interest down.

The level of commission income is stable. Established measures and an aggressive sales organization provide the basis for expecting this level deducted commission from mortgage companies in 2023, to stabilize at slightly over 0.30 % of total assets.

Operating costs for the basic operation are expected to remain stable but will increase some further in 2023 as a consequence of increased depreciation related to renovation of the bank's main office. The cost percent is still expected to be well within the bank's target.

In the retail market, in near future, the board expect a moderate market growth. The groups growth ambitions suggest a lending growth minimum equivalent to the market on Helgeland. The board will prioritize profitable growth. In the time ahead, it is expected large activity in the region. This provides reason for optimism in the long-term growth in the retail market.

For the corporate market, it is expected an increase of activity in Helgeland in the period of 2023-2025. Significant infrastructure and industry projects as airport, deep water quay, hydrogen production, hospital and housing and road building will provide investments for up to 20 billion NOK in Helgeland. However, the macroeconomic picture provides uncertainty related to size and time for some of the investments. The bank is well proportioned to be an important contributor for the local business actors that is expected to contribute to the projects or in another way be a part of the ripple effects such investments provide.

The positive development in Helgeland provides the Board good faith in the future, and that SpareBank 1 Helgeland will be a central contributor for further growth in Helgeland.

Mo i Rana, August 14th 2023

Bjørn Krane
Chairman of the board

Rolf Eigil Bygdnes
Deputy chairman of the board

Marianne Terese Steinm

Siw Moxness

Jonny Berfjord

Ann-Helen Baadstrand

Kenneth Normann
Employee representative

Solrun Johansen
Employee representative

Hanne Nordgaard
CEO

PLA (MNOK)

Parent bank							Group				
31.12.22	Q2/22	Q2/23	30.06.22	30.06.23		30.06.23	30.06.22	Q2/23	Q2/22	31.12.22	
1125	244	427	466	831	Interest income and similar income (note 2.1)	919	537	470	279	1274	
368	69	195	127	371	Interest payable and similar costs	444	171	232	93	476	
14	2	4	8	9	Hedge fund fees	9	8	5	2	15	
743	174	228	332	452	Net interest- and credit commission income	466	358	233	184	783	
179	41	44	91	84	Commissions receivable and income from banking services	84	91	44	41	179	
15	3	4	7	8	Commissions payable and costs relating to banking services	8	7	4	3	15	
13	3	2	6	6	Other operating income	6	3	4	2	7	
177	42	43	91	82	Net commission income and other operating income	82	87	44	39	171	
91	1	0	88	56	Dividend	27	32	0	0	35	
5	1	2	2	2	Net profit from associates	2	2	1	1	5	
-39	-29	4	-40	0	Net profit from other financial investments	2	-40	6	-28	-39	
57	-27	6	50	59	Gains/losses on financial assets available for sale (note 3)	30	-6	6	-27	1	
171	39	43	83	87	Staff cost (note 4)	88	84	44	40	172	
202	49	57	97	113	Other operating expenses (note 4)	114	101	57	51	209	
373	88	100	180	200	Total operating expenses before losses	201	185	100	91	381	
604	100	178	293	393	Result before losses	378	254	184	106	574	
12	3	37	4	47	Losses on loans, guarantees etc. (note 10)	47	3	37	2	11	
592	98	141	289	346	Result before tax	331	251	147	104	563	
112	31	35	60	72	Tax payable on ordinary result	76	65	36	33	118	
480	129	106	230	274	Net profit	255	186	111	71	445	
13			7	10	Attributable to additional tier 1 capital holders	10	7			13	
373			178	211	Attributable to equity capital certificate holders	196	143			345	
94			45	53	Attributable to the saving bank reserve	49	36			87	
0			0	0	Attributable to non-controlling interest	0	0			0	
480			230	274	Net profit	255	186			445	
13.8			6.6	7.8	Yield per equity capital certificate (note 5)	7.3	5.3			12.8	
13.8			6.6	7.8	Diluted result per ECC in Norwegian currency (note 5)	7.3	5.3			12.8	
Extended Income Statement											
480	67	106	230	274	Net profit	255	186	111	71	445	
<u>Items that will not be reclassified through profit or loss</u>											
5	-1	0	0	0	Recognized deviations in pensions	0	0	0	-1	5	
<u>Items that are subsequently reversed through profit or loss:</u>											
0	0	-2	-1	-2	Estimate variances, pensions will not be reversed over the income statement later	-2	-1	-2	-1	0	
1	0	0	0	0	Tax on extended profit	0	0	0	0	1	
4	0	-2	-1	-2	Net extended profit or loss items	-2	-1	-2	-2	2	
484	66	104	229	272	Total profit of the period	253	185	109	70	448	

Balance sheet (MNOK)

Parent bank			Group			
31.12.22	30.06.22	30.06.23	30.06.23	30.06.22	31.12.22	
ASSETS						
71	71	71	Cash and claims on central banks	71	71	71
2 158	2 083	1 774	Loans to and claims on credit institutions	1 150	910	1 442
25 809	25 607	25 263	Loans to and claims on customers (note 7,8,9,10)	29 356	31 422	30 832
31	52	52	Financial derivatives (note 16)	52	22	31
5 586	6 179	6 038	Certificates, bonds and shares	6 286	6 279	5 735
145	143	142	Investments in associated companies (note 12)	142	143	145
591	591	640	Investments in subsidiaries (note 12)	0	0	0
94	99	88	Immaterielle eiendeler	88	98	94
36	41	41	Fixed assets (note 13)	240	158	209
80	60	147	Other assets (note 13.1)	81	86	65
34 601	34 926	34 257	Total assets	37 466	39 189	38 624
LIABILITIES AND EQUITY CAPITAL						
308	312	314	Liabilities to credit institutions	318	312	313
25 534	25 378	25 788	Deposits from customers and liabilities to customers (note 17,18)	25 327	24 731	25 129
3 117	3 857	2 508	Borrowings through the issuance of securities (note 15)	6 199	8 713	7 476
29	23	40	Financial derivatives (note 16)	76	50	58
264	255	353	Other liabilities (note 13.1)	270	251	260
453	451	439	Subordinated loan capital	439	451	453
29 705	30 276	29 441	Total liabilities	32 629	34 508	33 689
Equity capital						
268	268	266	Equity share capital (note 5,6,20)	266	268	268
1 505	1 505	1 505	Premium Fund	1 505	1 505	1 505
1 535	1 439	1 530	Cohesion Fund	1 530	1 439	1 535
3 308	3 213	3 301	Total equity share capital	3 301	3 212	3 308
802	777	800	Primary capital	800	777	802
84	18	31	Gift fund	31	18	84
887	795	831	Total primary capital	831	795	886
27	22	25	Unrealized gains reserve	25	22	27
398	398	398	Hybrid Capital (Note 1,17)	398	398	398
277	221	261	Other equity capital	279	251	316
4 896	4 650	4 816	Total equity capital exclusive minority interest	4 834	4 678	4 933
			Non-controlling interest	3	3	3
4 896	4 650	4 816	Total equity capital	4 837	4 681	4 936
34 601	34 926	34 257	Total liabilities and equity capital	37 466	39 189	38 624
Conditional liabilities off balance sheet (note 11)						

Mo i Rana, August 14th 2023

Bjørn Krane
Chairman of the board

Rolf Eigil Bygdnes
Deputy chairman of the board

Marianne Terese Steinm

Siw Moxness

Jonny Berfjord

Ann-Helen Baadstrand

Kenneth Normann
Employee representative

Solrun Johansen
Employee representative

Hanne Nordgaard
CEO

Change in equity (MNOK)

<i>Group</i>												
30.06.23												
	ECC	Premium	Own	Additional	Result for	Savings	Donation	Char.	Divid.	Other	Min.	Total
	capital	fund	ECCs	tier 1 capital	valuation	bank's	fund	found.	Equal	Equ.cap.	int.	
Equity as of 01.01.23	270	1 505	-2	398	27	802	32	52	1 534	316	3	4 936
Result for the period				10						245		255
Extended profit or loss items										-2		-2
Comprehensive income for the period	0	0	0	10	0	0	0	0	0	243	0	253
Paid interest FO				-10								-10
Gift fund												0
Other changes			-2			-2	-2		-4	-3		-14
<i>Transactions with owners</i>												0
Dividend paid/interests								-52		-277		-329
Equity 30.06.23	270	1 505	-4	398	27	800	30	0	1 530	279	3	4 837
Paid-in/accrued equity/retained earnings			1 770								3 066	4 837

<i>Group</i>												
31.12.22												
	ECC	Premium	Own	Additional	Result for	Savings	Donation	Char.	Divid.	Other	Min.	Total
	capital	fund	ECCs	tier 1 capital	valuation	bank's	fund	found.	Equal	Equ.cap.	int.	
Equity as at 01.01.22	270	1 505	0	398	23	777	30	21	1 438	161	3	4 626
Result for the period				12	5	23	17	52	94	242		445
Extended profit or loss items						1			2			3
Comprehensive income for the period	0	0	0	12	5	24	17	52	96	242	0	448
Paid interest FO				-12								-12
Gift fund							-15					-15
Other changes			-2		-1	1				-1		-3
<i>Transactions with owners</i>												0
Dividend paid/interests								-21		-86		-108
Equity 31.12.22	270	1 505	-2	398	27	802	32	52	1 534	316	3	4 936
Paid-in/accrued equity/retained earnings			1 773								3 163	4 936

											Parent bank
											30.06.23
	ECC	Premium	Own	Additional	Result for	Savings	Donation	Char.	Divid.	Other	Total
	capital	fund	ECCs	tier 1 capital	valuation	bank's fund	fund	found.	Equal	Equ.cap.	
Equity as at 01.01.23	270	1 505	-2	398	27	802	32	52	1 535	277	4 896
Result for the period				10						264	274
Extended profit or loss items										-2	-2
Comprehensive income for the period	0	0	0	10	0	0	0	0	0	262	272
Paid interest FO				-10							-10
Gift fund											0
Other changes			-2		-2	-2	-2		-5	1	-12
<i>Transactions with owners</i>											0
Dividend paid/interests								-52		-277	-329
Equity 30.06.23	270	1 505	-4	398	25	800	30	0	1 530	263	4 817
Paid-in/accrued equity/retained earnings			1 771							3 046	4 817

											Parent bank
											31.12.22
	ECC	Premium	Own	Additional	Result for	Savings	Donation	Char.	Divid.	Other	Total
	capital	fund	ECCs	tier 1 capital	valuation	bank's fund	fund	found.	Equal	Equ.cap.	
Equity as at 01.01.22	270	1 505	0	398	23	778	30	21	1 439	86	4 550
Result for the period				12	5	23	17	52	94	277	480
Extended profit or loss items						1			2		3
Comprehensive income for the period	0	0	0	12	5	24	17	52	96	277	483
Paid interest FO				-12							-12
Other changes			-2		-1						-3
Gift fund							-15				-15
<i>Transactions with owners</i>											0
Dividend paid/interests								-21		-86	-107
Equity capital 31.12.22	270	1 505	-2	398	27	802	32	52	1 535	277	4 896
Paid-in/accrued equity/retained earnings			1 773							3 123	4 896

Cash flow statement

Parent bank				Group		
31.12.22	30.06.22	30.06.23		30.06.23	30.06.22	31.12.22
-596	-341	497	Lending to customers	1 285	825	1 362
972	410	696	Interest income lending to customers	806	493	1 153
1 390	1 234	254	Deposits from customers	198	1 180	1 577
-259	-82	-295	Interest cost deposit from customers	-277	-81	-257
6	10	6	Receivables and liabilities to credit institutions	6	10	10
-7	-3	-6	interest on receivables and liabilities to credit institutions	-6	-3	-7
-2 097	-1 945	-925	Purchase certificates and bonds	-975	-1 945	-2 347
2 438	1 508	532	sale certificates and bonds	532	1 428	2 638
115	44	97	Interest income certificates and bonds	98	44	115
165	84	77	Commission income	80	84	165
-342	-167	-184	Payments relating to operations	-187	-172	-355
-33	-49	-28	Paid tax	-36	-69	-49
-92	-13	-32	Other cutoffs	-7	-37	-72
1 660	690	689	A Net liquidity change from operating activities	1 517	1 757	3 932
-6	-4	-12	Investment in long-term securities	-32	-12	-99
0	0	0	Income sale of long-term securities	0	0	0
-115	-15	-105	Long-term investments in shares	-55	-15	-115
1	0	0	Payment from sales long-term investments in shares	0	0	1
91	87	56	Dividend from long-term investments in shares	29	32	36
-29	68	-61	B Net liquidity change from investments	-58	5	-177
930	251	413	New borrowing through issuance of securities	1 679	774	1 831
-2 048	-647	-1 025	Repayments - issued securities	-2 953	-2 273	-4 632
-102	-36	-60	Interest payments borrowing through issuance of securities	-137	-80	-229
-17	-11	-10	Interest payments on subordinated debt	-10	-11	-17
-16	-12	-1	payment gift fund	-1	-12	-16
-108	-108	-329	dividend to share owners	-329	-108	-108
-1 361	-563	-1 012	C Net liquidity change financing	-1 751	-1 710	-3 171
270	195	-384	A+B+C Net liquidity change in the period	-292	52	584
1 959	1 959	2 229	Liquid funds at the start of the period	1 513	929	929
2 229	2 154	1 845	Liquid funds at the end of the period	1 221	981	1 513
Liquid funds specified						
71	71	71	Cash and balances with central banks	71	71	71
2 158	2 083	1 774	Balances with credit institutions without notice periods	1 150	910	1 442
2 229	2 154	1 845	Liquid funds	1 221	981	1 513

Notes

Note 1 Accounting principals

Both the consolidated financial statements and the parent bank's financial statements have been prepared in accordance with the IFRS standards, the accounting principles within the individual areas are described in the annual accounts for 2022. Interim reports are in accordance with IAS 34 and have not been audited.

Note 2 Segment

The Group has defined its geographical segment as a main area of Norway – Helgeland and the Group only has minor exposure to credit risk in areas other than its geographically defined main area.

The group has split the bank into two segments, corporate and retail banking.

Parent bank					Group				
30.06.23					30.06.23				
Retail	Corp.	Unallocated	Total	Segment information	Retail	Corp.	Unallocated	Total	
210	183	59	452	Net interest and credit commission income	243	185	38	466	
9	7	60	76	Net commission income	9	7	60	76	
0	0	64	64	Other operating income	0	0	37	37	
53	30	117	200	Operating costs	54	30	118	202	
0	47	0	47	Losses on loans guaranteed	0	47	0	47	
166	114	66	346	Gross profit	198	116	18	331	
15 517	9 936	0	25 453	Loans to and claims on customers	19 722	9 825	0	29 547	
-18	-172	0	-190	Provision of loss	-18	-173	0	-191	
0	0	8 994	8 994	Other assets	0	0	8 108	8 108	
15 499	9 764	8 994	34 257	Total assts per segment	19 704	9 653	8 108	37 465	
15 256	10 532	0	25 788	Deposits from customers and liabilities	15 256	10 071	0	25 327	
0	8	0	8	Provisions of loss, unutilized deductions and guarantees	0	8	0	8	
		8 461	8 461	Other liabilities and equity	0	0	12 130	12 130	
15 256	10 540	8 461	34 257	Total liabilities and equity per segment	15 256	10 079	12 130	37 465	

Parent bank					Group				
30.06.22					30.06.22				
Retail	Corp.	Unallocated	Total	Segment information	Retail	Corp.	Unallocated	Total	
154	159	20	333	Net interest and credit commission income	192	160	6	358	
8	6	70	84	Net commission income	8	6	70	84	
0	0	56	56	Other operating income	0	0	-3	-3	
46	26	108	180	Operating costs	48	27	110	185	
0	4	0	4	Losses on loans guaranteed	-1	4	0	3	
116	136	38	290	Gross profit	153	135	-37	251	
16 394	9 401	0	25 795	Loans to and claims on customers	22 235	9 365	0	31 600	
-16	-172	0	-188	Provision of loss	-16	-162	0	-178	
0	0	9 319	9 319	Other assets	0	0	7 767	7 767	
16 378	9 229	9 319	34 926	Total assets per segment	22 219	9 203	7 767	39 189	
14 855	10 523	0	25 378	Deposits from customers and liabilities	14 855	9 876	0	24 731	
0	7	0	7	Provisions of loss, unutilized deductions and guarantees	0	7	0	7	
0	0	9 541	9 541	Other liabilities and equity	0	0	14 451	14 451	
14 855	10 530	9 541	34 926	Total liabilities and equity per segment	14 855	9 883	14 451	39 189	

Note 2.1 Net interest

Parent bank					Group					
31.12.22	Q2/22	Q2/23	30.06.22	30.06.23	Interest from financial instruments at amortized cost	30.06.23	30.06.22	Q2/23	Q2/22	31.12.22
38	8	20	14	38	Interest from credit institutions	20	3	11	2	12
508	99	190	193	367	Interest receivable on loans	373	195	192	98	521
546	107	210	207	405	Total interest from financial instruments at amortized cost	393	198	203	100	533
Interest from financial instruments valued to fair value over net profit										
38	11	8	21	16	Interest receivable on loans (fair value loans)	16	21	8	11	38
115	25	51	44	97	Interest from bearer bonds and certificates	98	44	52	25	115
153	36	59	65	113	Total interest from financial instruments valued to fair value over net profit	114	65	60	36	153
Interest from financial instruments valued to fair value OCI										
426	101	159	194	313	Interest receivable on loans (loans who can transfer to the bank's mortgage company)	412	274	207	143	587
426	101	159	194	313	Total interest from financial instruments valued to fair value OCI	412	274	207	143	587
1125	244	428	466	831	Total interest income	919	537	470	279	1274

Note 2.2 Net commission income

Parent bank					Group					
31.12.22	Q2/22	Q2/23	30.06.22	30.06.23	Commissions and income from banking services	30.06.23	30.06.22	Q2/23	Q2/22	31.12.22
26	7	6	16	13	Commission related to transferred loans	13	16	6	8	26
90	20	24	39	44	Fees relating to payments transmission services	44	39	24	20	90
58	13	13	34	25	Fees insurance (general, life, saving and pension)	25	34	13	13	58
5	1	2	2	3	Guarantee commission	3	2	2	1	5
179	41	44	91	84	Total commissions and income from banking services	84	91	44	41	179
Commissions payable and costs relating to banking services										
15	3	4	7	8	Payments transmission services	8	7	4	3	15
15	3	4	7	8	Total commissions and income from banking services	8	7	4	3	15
164	38	40	84	76	Net commission income	76	84	40	38	164

Note 3 Specification of net change in value of financial instruments

Parent bank					Group					
31.12.22	Q2/22	Q2/23	30.06.22	30.06.23		30.06.23	30.06.22	Q2/23	Q2/22	31.12.22
-17	-19	0	-32	-6	Value change in interest-bearing securities	-6	-32	0	-19	-17
-21	-1	0	-4	0	Net gain/loss in interest-bearing securities	0	-4	0	-1	-21
4	0	1	0	4	Net gain/loss shares	4	0	1	0	4
91	1	0	88	56	Share dividend	27	32	0	1	35
5	1	1	2	2	Income from affiliated company	2	2	1	1	5
-37	-21	-13	-41	-13	Value change in value on lending fixed rate	-13	-41	-13	-21	-37
32	12	17	37	16	Value change on funding and swaps	16	37	17	12	32
57	-27	6	50	59	Total value change financial instruments	30	-6	6	-27	1

Note 4 Specification of total operating costs

Parent bank					Group					
31.12.22	Q2/22	Q2/23	30.06.22	30.06.23		30.06.23	30.06.22	Q2/23	Q2/22	31.12.22
171	39	42	83	87	Wages, salaries and social costs	88	84	43	40	172
115	26.6	31	51	62	General administration costs	62	51	31	26	115
41	10	12	20	20	Depreciation etc of fixed- and intangible assets	18	20	11	10	37
46	12.6	15	26	31	Other operating costs	33	30	15	15	56
373	88	100	180	200	Total operating costs	201	185	100	91	381

Note 5 Write-downs on loans

Provisions for losses and loss costs are calculated in accordance with IFRS 9, the method is described in the annual accounts note 22 and note 8 in the annual report.

Parent bank					Group					
31.12.22	Q2/22	Q2/23	30.06.22	30.06.23		30.06.23	30.06.22	Q2/23	Q2/22	31.12.22
5	-1	9	-1	10	Period's change in write-downs step 1	10	-2	9	-2	5
-9	-11	-10	-18	-5	Period's change in write-downs step 2	-5	-18	-10	-11	-9
6	7	36	13	49	Period's change in write-downs step 3	49	13	36	7	6
14	9	2	13	-6	Period's confirmed loss	-6	13	2	9	14
-5	-1	0	-3	-2	Period's recoveries from previous periods' conf.losses	-2	-3	0	-1	-5
12	3	37	4	47	Total losses on loans, guarantees etc.	47	3	37	2	11

Note 6 Profit per equity certificate and dividend basis

Parent bank			Group			
31.12.22	30.06.22	30.06.23		30.06.23	30.06.22	31.12.22
480	230	274	Net profit	255	186	445
			Non-controlling interest share of net profit			0
-13	-7	-10	Interest fund bond	-10	-7	-13
467	223	264	Profit (excl. Interest fund bond)	245	179	432
79.9 %	79.9 %	79.9 %	ECC percentage	79.9 %	79.9 %	79.9 %
13.8	6.6	7.8	Yield per equity capital certificate	7.3	5.3	12.8
13.8	6.6	7.8	Diluted result per ECC in Norwegian currency	7.3	5.3	12.8

	30.06.23	30.06.22	31.12.22
Net profit	274	230	480
Interest fund bond	-10	-7	-13
Transferred reserve for valuation variances	0	0	-5
Basis dividend	264	223	462

Equity capital certificate ratio (parent bank)	30.06.23	30.06.22	31.12.22
ECC capital	266	268	268
Dividend equalisation reserve	1 530	1 439	1 439
Premium reserve	1 505	1 505	1 505
Unrealised gains reserve	20	18	18
Other equity capital	209	177	376
Sum equity capital certificate owners	3 529	3 407	3 606
Ownerless capital	800	777	777
Savings bank gift fund	31	18	16
Unrealised gains reserve	5	4	4
Other equity capital	52	45	95
The saving bank reserve	888	844	892
Savings bank gift foundation	-	-	52
Dividend declared	-	-	277
Equirt ex. Hybrid capital	4 418	4 251	4 498
Equity capital certificate ratio	79.9 %	80.1 %	80.2 %
Equity capital certificate ratio for distribution	79.9 %	79.9 %	79.9 %

Note 7 Geographical exposure of the lending portfolio

Parent bank					Group			
30.06.22	%	30.06.23	%		30.06.23	%	30.06.22	%
22 373	86.7 %	21 673	85.1 %	Helgeland	24 807	84.0 %	26 717	84.5 %
3 365	13.0 %	3 726	14.6 %	Areas other than Helgeland	4 673	15.8 %	4 809	15.2 %
57	0.2 %	54	0.2 %	International	67	0.2 %	74	0.2 %
25 795	100.0 %	25 453	100.0 %	Total	29 547	100 %	31 600	100.0 %

Note 8 Commitments allocated on sector/industry.

	30.06.23		30.06.22		Group
	Gross loans	%-stake	Gross loans	%-stake	
Municipalities and municipal enterp.	0	0,0 %	0	0,0 %	
Insurance and finance	263	0.9 %	202	0.6 %	
Agriculture and forestry	1 418	4.8 %	1 430	4.5 %	
Fisheries and aquaculture	732	2.5 %	1 218	3.9 %	
Mining and industry	502	1.7 %	635	2.0 %	
Building and construction	1 012	3.4 %	825	2.6 %	
Trade, hotel, restaurants.	523	1.8 %	537	1.7 %	
Transport and services	1 948	6.6 %	1 204	3.8 %	
Property	3 427	11.6 %	3 314	10.5 %	
Total corporate market	9 825	33.3 %	9 365	29.6 %	
Retail market	19 722	66.7 %	22 235	70.4 %	
Total	29 547	100 %	31 600	100 %	
Loans transferred to Helgeland Boligkreditt	0		0		
Loans transferred to SpareBank 1 Boligkreditt	7 861		5 267		
Total loans including tranferred to mortgage company	37 408		36 867		

	30.06.23		30.06.22		Parent bank
	Gross loans	%-stake	Gross loans	%-stake	
Municipalities and municipal enterp.	0	0,0 %	0	0,0 %	
Insurance and finance	263	1.0 %	202	0.8 %	
Agriculture and forestry	1 403	5.5 %	1 409	5.5 %	
Fisheries and aquaculture	726	2.9 %	1 210	4.7 %	
Mining and industry	501	2.0 %	634	2.5 %	
Building and construction	1 002	3.9 %	812	3.1 %	
Trade, hotel, restaurants.	521	2.0 %	533	2.1 %	
Transport and services	1 913	7.5 %	1 156	4.5 %	
Property	3 607	14.2 %	3 445	13.4 %	
Total corporate market	9 936	39.0 %	9 401	36.4 %	
Retail market	15 517	61.0 %	16 394	63.6 %	
Total	25 453	100 %	25 795	100 %	
Loans transferred to Helgeland Boligkreditt	4 282		5 946		
Loans transferred to SpareBank 1 Boligkreditt	7 861		5 267		
Total loans including tranferred to mortgage company	37 596		37 008		

Note 8.1 Commitments and loss provision allocated on sector.

Expected losses for all accounts are calculated (valuated at amortized cost and fair value). All account commitments are entered into one of the three “steps” in the loss model, based on their risk change since granting (change in credit risk). For a description of the individual “steps”, see explanations below. All commitments that do not already have objective evidence of loss at the time of recognition are placed at the time of recognition in step 1 and are later moved to step 2; in cases where there has been a significant increase in credit risk, or step 3; in cases where there is objective evidence of loss.

Step 1: 12 months expected loss

This includes most cases of financial assets that are covered by the general loss model. Financial instruments that have similar credit risk (or better) to what it was at initial recognition, and which are therefore not classified under steps 2 and 3, are included in this step. The estimated expected loss attributable to the accounts corresponds to expected losses from default in the next 12 months.

Step 2: Expected loss of life.

In step 2, financial assets that have had a significant increase in credit risk are placed since initial recognition. If an account commitment is significantly worsened or not, it is defined as a function of probability of default (PD) at the time of calculation and the time of grant. The bank has chosen to define that assets with low credit risk (operationalized as assets with PD not exceeding 0.75%) remain in step 1. Expected loss for assets in step 2 is calculated over the residual maturity of the asset. The following events are always considered to have resulted in a significant increase in credit risk:

- Commitment where there is a 30-day cover. This applies to coverings from the first crown, but older than 30 days.
- Commitment where there is greater cover. This applies to overdrafts from the first day, where the balance is considerably larger than the grant.
- Commitment with changed payment obligations or refinancing (forbearance).

Step 3: Expected loss of life

In step 3 of the loss model, assets that have had significant increase in credit risk since initial recognition and where there is objective evidence of loss at the reporting date. Expected loss for assets in step 3 is calculated over the remaining maturity of the asset. Interest income is calculated on the assets' net book value.

The same model is used for the group, parent bank and wholly owned mortgage companies, but with different data definition when it comes to initial recognition. For the group and the parent bank, the account's grant date must be used, while for the mortgage company the score is used at the transfer date. The model is further described in notes in the annual financial statements.

In the second quarter 2023, earlier adjustment in the scenario weighting in the loss model as a consequence of the macroeconomic picture and possible downturn reversed. This as a consequence of implementing a new version of of the loss model, which contains an improved macro model which to a greater extent takes into account the macro-economic picture. The transfer to an improved macro model had no significant effect on the loss provision.

With background in the information available with presentation of the accounts, the bank is of the opinion that the changes in the model adequate catches the changes in expected loss. It still lies uncertainty related to the provision.

30.06.23	Lending to amortized cost and fair value (OCI)							
	Gross lending		Loss deductions			Gross lending	Net lending	
	Amortized cost	Fair value (FVOCI)	Step 1	Step 2	Step 3	Fair value over profit	Total	
Municipalities and municipal enterp.		-	-0	-	-	-	0	
Insurance and finance	263	-	-0	-0	-0	-	262	
Agriculture and forestry	1408	-	-0	-1	-22	10	1394	
Fisheries and aquaculture	732	-	-1	-3	-0	-	728	
Mining and industry	501	-	-1	-1	-16	1	484	
Building and construction	1008	-	-1	-7	-6	4	999	
Trade, hotel, restaurants.	523	-	-1	-3	-1	-	519	
Transport and services	1941	-	-6	-2	-8	7	1931	
Property, property development	3409	-	-12	-24	-52	18	3339	
Total corporate market	9 785	0	-24	-41	-105	40	9 655	
Retail market	691	17 886	-3	-7	-10	1 144	19 702	
Total	10 476	17 886	-27	-47	-116	1 184	29 357	
Expected loss unutilized credit and guarantees RM			-0	-0	-0			
Expected loss unutilized credit and guarantees CM			-3	-2	-4			

								<i>Group</i>
30.06.22	Lending to amortized cost and fair value (OCI)							Net lending
	Gross lending		Loss deductions			Gross lending	Total	
	Amortized cost	Fair value (FVOCI)	Step 1	Step 2	Step 3	Fair value over profit		
Municipalities and municipal enterp.	0	-	-	-	-	-	0	
Insurance and finance	202	-	-0	-	-	-	202	
Agriculture and forestry	1 284	131	-1	-5	-20	15	1 404	
Fisheries and aquaculture	1 193	25	-2	-2	-0	-	1 214	
Mining and industry	625	8	-0	-3	-32	2	599	
Building and construction	766	48	-1	-3	-17	11	804	
Trade, hotel, restaurants.	503	30	-0	-3	-1	4	533	
Transport and services	1 000	195	-3	-2	-9	10	1 190	
Property, property development	3 182	111	-3	-18	-37	21	3 256	
Total corporate market	8 755	547	-11	-35	-117	62	9 202	
Retail market	626	20 107	-1	-6	-10	1 502	22 218	
Total	9 381	20 655	-12	-41	-127	1 564	31 420	
Expected loss unutilized credit and guarantees RM			-0	-0	-			
Expected loss unutilized credit and guarantees CM			-1	-4	-			

								<i>Parent bank</i>
30.06.23	Lending to amortized cost and fair value (OCI)							Net lending
	Gross lending		Loss deductions			Gross lending	Total	
	Amortized cost	Fair value (FVOCI)	Step 1	Step 2	Step 3	Fair value over profit		
Municipalities and municipal enterp.		-	-0	-	-	-	0	
Insurance and finance	263	-	-0	-0	-0	-	262	
Agriculture and forestry	1 393	-	-0	-1	-22	10	1 379	
Fisheries and aquaculture	726	-	-1	-3	-0	-	722	
Mining and industry	500	-	-1	-1	-16	1	483	
Building and construction	998	-	-1	-7	-6	4	989	
Trade, hotel, restaurants.	521	-	-1	-3	-1	-	516	
Transport and services	1 906	-	-6	-2	-8	7	1 896	
Property, property development	3 589	-	-12	-24	-52	18	3 519	
Total corporate market	9 895	0	-24	-41	-105	40	9 765	
Retail market	672	13 701	-2	-6	-10	1 144	15 498	
Total	10 567	13 701	-26	-47	-116	1 184	25 263	
Expected loss unutilized credit and guarantees RM			0	0	0			
Expected loss unutilized credit and guarantees CM			-3	-2	-4			

								<i>Parent bank</i>
30.06.22	Lending to amortized cost and fair value (OCI)							Net lending
	Gross lending		Loss deductions			Gross lending	Total	
	Amortized cost	Fair value (FVOCI)	Step 1	Step 2	Step 3	Fair value over profit		
Municipalities and municipal enterp.	0	-	-	-	-	-	0	
Insurance and finance	202	-	-0	-	-	-	202	
Agriculture and forestry	1 284	111	-1	-5	-20	15	1 384	
Fisheries and aquaculture	1 193	17	-2	-2	-0	-	1 206	
Mining and industry	626	7	-0	-3	-32	2	599	
Building and construction	767	35	-1	-3	-17	11	791	
Trade, hotel, restaurants.	503	26	-0	-3	-1	4	529	
Transport and services	999	147	-3	-2	-9	10	1 142	
Property, property development	3 321	103	-3	-17	-48	21	3 376	
Total corporate market	8 895	445	-11	-34	-128	62	9 229	
Retail market	589	14 305	-1	-6	-9	1 499	16 377	
Total	9 484	14 749	-12	-40	-137	1 562	25 606	
Expected loss unutilized credit and guarantees RM			0	0	0			
Expected loss unutilized credit and guarantees CM			-1	-4	0			

Note 9 Net non-performing and impaired commitments

Parent bank				Group		
31.12.22	30.06.22	30.06.23		30.06.23	30.06.22	31.12.22
130	92	334	Default commitments over 90 days	334	92	130
190	286	153	Other non-performing and impaired commitments and guara., not in default ¹⁴	153	276	190
-76	-137	-119	Step 3 write-downs	-119	-127	-76
244	241	369	Total default/non-performing and impaired commitments	369	241	244
0.9 %	0.9 %	1.4 %	In % of total loans	1.2 %	0.7 %	0.8 %

Note 10 Change in gross lending and loss provisions in the balance sheet.

Change in balance posts in accordance to IFRS 9. Individual write-downs are included in step 3. In the tables under, write-downs on off balance sheet items (unused credit and guarantees) directed to the balance debt side are included.

	Step 1	Step 2	Step 3	Group
	With expected loss over 12 months	With expected loss over the instruments life time	With expected loss over the instruments life time	30.06.23
Gross lending				Total
Gross lending pr. 01.01.23	25 888	3 470	320	29 678
New loans / credits / guarantees	4 274	91	55	4 420
Transfers from step 1 to step 2	-574	570	0	-4
Transfers from step 1 to step 3	-95	0	108	13
Transfers from step 2 to step 3	0	-69	67	-3
	0	0	0	
Transfers from step 3 to step 2	0	16	-16	-1
Transfers from step 3 to step 3	1	0	-1	0
Transfers from step 2 to step 1	645	-656	0	-12
Reduced portfolio	-4 296	-465	-39	-4 800
	0	0	0	
Other adjustments	-874	-2	-6	-882
Gross lending pr. 30.06.23	24 969	2 954	487	28 410
IB unused drafts, guarantees etc.	2 953	185	10	3 148
UB unused drafts, guarantees etc.	2 451	126	13	2 591

				<i>Group</i>
	Step 1	Step 2	Step 3	30.06.22
Gross lending	With expected loss over 12 months	With expected loss over the instruments life time	With expected loss over the instruments life time	Total
Gross lending pr. 01.01.22	24 664	5 697	395	30 756
New loans / credits / guarantees	4 931	649	43	5 624
Transfers from step 1 to step 2	-1 334	1 160		-173
Transfers from step 1 to step 3	-29		30	1
Transfers from step 2 to step 3		-68	69	1
Transfers from step 3 to step 2		6	-6	0
Transfers from step 3 to step 3	5		-6	0
Transfers from step 2 to step 1	1 309	-1 397		-87
Reduced portfolio	-3 999	-996	-126	-5 121
Other adjustments	-853	-79	-31	-962
Gross lending pr. 30.06.22	24 695	4 973	368	30 036
IB unused drafts, guarantees etc.	2 384	290	54	2 728
UB unused drafts, guarantees etc.	2 568	281	23	2 873

				<i>Parent bank</i>
	Step 1	Step 2	Step 3	30.06.23
Gross lending	Expected loss over 12 months	Expected loss over the instruments life time	Expected loss over the instruments life time	Total
Gross lending pr. 01.01.23	21 641	2 693	320	24 654
New loans / credits / guarantees	4 429	91	55	4 574
Transfers from step 1 to step 2	-518	514	0	-3
Transfers from step 1 to step 3	-95	0	108	13
Transfers from step 2 to step 3	0	-69	67	-3
Transfers from step 3 to step 2	0	0	0	0
Transfers from step 3 to step 2	0	15	-15	0
Transfers from step 3 to step 3	1	0	-1	0
Transfers from step 2 to step 1	581	-591	0	-10
Reduced portfolio	-3 793	-424	-39	-4 256
Other adjustments	0	0	0	0
Other adjustments	-645	0	-7	-652
Gross lending pr. 30.06.23	21 601	2 228	487	24 316

				<i>Parent bank</i>
	Step 1	Step 2	Step 3	30.06.22
	Expected loss over 12 months	Expected loss over the instruments life time	Expected loss over the instruments life time	Total
Gross lending				
Gross lending pr. 01.01.22	18 675	4 680	429	23 784
New loans / credits / guarantees	5 050	703	50	5 803
Transfers from step 1 to step 2	-1 107	938		-169
Transfers from step 1 to step 3	-27		27	1
Transfers from step 2 to step 3		-59	60	1
				0
Transfers from step 3 to step 2		6	-6	0
Transfers from step 3 to step 3	5		-6	0
Transfers from step 2 to step 1	1 038	-1 118		-79
Reduced portfolio	-3 405	-836	-145	-4 387
				0
Other adjustments	-619	-69	-31	-719
Gross lending pr. 30.06.22	19 611	4 244	378	24 233
IB unused drafts, guarantees etc.	2 022	282	54	2 358
UB unused drafts, guarantees etc.	2 211	271	23	2 505

				<i>Group</i>
	Step 1	Step 2	Step 3	30.06.23
	Expected loss over 12 months	Expected loss over the instruments life time	Expected loss over the instruments life time	Total
Loss provisions on gross loans and off-balance sheet items				
Loss deduction pr. 01.01.23	19	54	74	148
New or increased loans / credits / guarantees	7	1	8	16
Transfers from step 1 to step 2	-1	8	0	7
Transfers from step 1 to step 3	-1	0	32	31
Transfers from step 2 to step 3	0	-2	20	18
	0	0	0	0
Transfers from step 3 to step 2	0	0	-2	-1
Transfers from step 3 to step 3	0	0	0	0
Transfers from step 2 to step 1	3	-11	0	-8
Reduced portfolio	-2	-7	-27	-36
	0	0	0	0
Other adjustments	6	6	13	25
Loss deduction pr. 30.06.23	30	49	119	199

				<i>Group</i>
	Step 1	Step 2	Step 3	30.06.22
	Expected loss over 12 months	Expected loss over the instruments life time	Expected loss over the instruments life time	Total
Loss provisions on gross loans and off-balance sheet items				
Loss deduction pr. 01.01.22	15	64	163	242
New or increased loans / credits / guarantees	4	8	17	29
Transfers from step 1 to step 2	-1	8		7
Transfers from step 1 to step 3	-1		8	6
Transfers from step 2 to step 3		-3	14	11
				0
Transfers from step 3 to step 2		0	0	0
Transfers from step 3 to step 3	0		0	0
Transfers from step 2 to step 1	1	-11		-10
Reduced portfolio	-2	-11	-77	-90
				0
Other adjustments	-2	-10	4	-8
Loss deduction pr. 30.06.22	13	45	127	185

				<i>Parent bank</i>
	Step 1	Step 2	Step 3	30.06.23
	Expected loss over 12 months	Expected loss over the instruments life time	Expected loss over the instruments life time	Total
Loss provisions on gross loans and off-balance sheet items				
Loss deduction pr. 01.01.23	20	53	74	147
New or increased loans / credits / guarantees	7	1	8	16
Transfers from step 1 to step 2	-1	8	0	7
Transfers from step 1 to step 3	-1	0	32	31
Transfers from step 2 to step 3	0	-2	20	18
				-1
Transfers from step 3 to step 2	0	0	-2	-1
Transfers from step 3 to step 3	0	0	0	0
Transfers from step 2 to step 1	3	-11	0	-7
Reduced portfolio	-2	-7	-27	-36
	0	0	0	0
Other adjustments	4	7	13	24
Loss deduction pr. 30.06.23	29	49	119	198

				<i>Parent bank</i>
	Step 1	Step 2	Step 3	30.06.22
	Expected loss over 12 months	Expected loss over the instruments life time	Expected loss over the instruments life time	Total
Loss provisions on gross loans and off-balance sheet items				
Loss deduction pr. 01.01.22	15	62	173	250
New or increased loans / credits / guarantees	4	8	17	29
Transfers from step 1 to step 2	-1	7		6
Transfers from step 1 to step 3	-1		8	6
Transfers from step 2 to step 3		-3	14	11
				0
Transfers from step 3 to step 2		0	0	0
Transfers from step 3 to step 3	0		0	0
Transfers from step 2 to step 1	1	-11		-10
Reduced portfolio	-2	-11	-77	-89
				0
Other adjustments	-2	-10	4	-7
Loss deduction pr. 30.06.22	13	44	137	195

Note 11 Conditional commitments

Parent bank				Group		
31.12.22	30.06.22	30.06.23		30.06.23	30.06.22	31.12.22
2 508	2 246	1 906	Unutilized drawing rights	2 274	2 614	2 878
270	244	317	Guarantee obligations	317	244	270
784	327	872	Unutilized drawing rights Helgeland Boligkreditt AS			
3 562	2 817	3 095	Net guarantee and draw rights	2 591	2 858	3 148

In addition, the parent bank has a liability to Helgeland Boligkreditt AS which has a revolving credit facility to (with maturity > one year) which is intended to cover payment obligations in the cover for a rolling 12-month period.

Note 12 Subsidiaried and associated companies

					Parent bank	
	Share capital	Number of shares	Equity stake		Book value	
					30.06.23	30.06.22
Bankbygg Mo AS	0.1	99 481	99.7 %		97	48
Helgeland Boligkreditt AS	540	540 000	100 %		540	540
AS Sparebankbygg	0.1	100	100 %		1	1
Helgeland Spb.eiend.selskap AS	0.1	100	100 %		0.4	0.4
Storgata 73 AS	0.1	140	57 %		1	1
Total investment in AC					639	590

Subsidiaries are consolidated and substantial interests are included under the equity method. Preliminary quarterly data from subsidiaries and associates have applied in the consolidated financial statements.

						Parent bank and group	
	Share capital	Cost	Number of shares	Equity stake		Book value	
						30.06.23	30.06.22
Samarbeidende Sparebanker AS (FKV)	355	146	26 618	3.0 %		135	142
SpareBank 1 SamSpar AS (FKV)	16	6	26 618	3.0 %		6	-
Samarbeidene Sparebanker Utvikling DA (FKV)	-	1	-	3.0 %		1	1
Investment in joint ventures and associated companies						142	143

Associated companies (AC) and joint ventures (JV) is calculated at cost price with subsequent measuring in accordance with the equity method. The share of profit in associated companies is where there are no final accounting figures based on forecast figures.

Financial information associated companies and joint ventures, balance posts:

<i>Parent bank and group</i>						
	Share capital	Cost	Number of shares	Equity stake	Book value	
					30.06.23	30.06.22
Samarbeidende Sparebanker AS (FKV)	355	146	26 618	3.0 %	135	142
SpareBank 1 SamSpar AS (FKV)	16	6	26 618	3.0 %	6	-
Samarbeidene Sparebanker Utvikling DA (FKV)	-	1	-	3.0 %	1	1
Investement in joint ventures and associated companies					142	143

<i>Parent bank and group</i>						
						30.06.23
Balance 100 % ownership	Assets	Debt	Income	Cost		Result
Samarbeidende Sparebanker AS	100.0 %	2 131	1	50	0	50
SpareBank 1 SamSpar AS	100.0 %	84	49	71	62	9
Samarbeidene Sparebanker Utvikling DA	100.0 %	161	0	177	176	1
Total		2 376	50	298	238	60
The bank's share						
Samarbeidende Sparebanker AS	3.0 %	64	0	2	0	2
SpareBank 1 SamSpar AS	3.0 %	3	1	2	2	0
Samarbeidene Sparebanker Utvikling DA	3.0 %	5	0	5	5	0
Total		71	2	9	7	2

<i>Parent bank and group</i>						
						30.06.22
Balance 100 % ownership	Assets	Debt	Income	Cost		Result
Samarbeidende Sparebanker AS	100.0 %	2 340	10	84	19	65
SpareBank 1 SamSpar AS	0,0 %					
Samarbeidene Sparebanker Utvikling DA	100.0 %	0	0	1	0	0
Total		2 340	10	85	19	65
The bank's share						
Samarbeidende Sparebanker AS	3.0 %	70	0	3	1	2
SpareBank 1 SamSpar AS	0,0 %					
Samarbeidene Sparebanker Utvikling DA	3.0 %	0	0	0	0	0
Total		70	0	3	1	2

Financial information Associated companies and joint ventures, profit/loss posts:

<i>Parent bank and group</i>					
					30.06.23
Specification joint ventures and associated companies		0	0	0	0
Samarbeidende Sparebanker AS		0	0	-6	2
SpareBank 1 SamSpar AS		0	0	0	0
Samarbeidene Sparebanker Utvikling DA		0	0	0	0
Specification joint ventures and associated companies		0	0	-6	2

<i>Parent bank and group</i>					
					30.06.22
Specification joint ventures and associated companies		0	0	0	0
Samarbeidende Sparebanker AS		0	0	0	3
SpareBank 1 SamSpar AS		0	0	0	0
Samarbeidene Sparebanker Utvikling DA		0	0	0	0
Sum shares joint ventures and associated companies		0	0	0	3
					-4

	Parent bank and group	
Book value joint venture and associated companies	30.06.23	30.06.22
Opening balance	145	144
Acquisition	0	0
Sales	0	0
Equity changes	-6	0
Results	2	3
Other adjustments	0	0
Dividends payed	0	-4
Book value	141	143

Note 13 Operating funds

Parent bank			Group		
31.12.22	30.06.22	30.06.23	30.06.23	30.06.22	31.12.22
36	41	41	Operating funds	240	158
36	41	41	Total operating funds	240	209

Note 13.1 Leases

Morbank			Konsern		
31.12.22	30.06.22	30.06.23	30.06.23	30.06.22	31.12.22
Bruksrett					
32	32	33	Balansført verdi 01.01.	11	18
0	0	58	Tilgang	0	0
0	0	0	- Avgang	0	0
14	1	1	Andre endringer	1	1
46	34	92	Balansført verdi ved periodens slutt	12	19
13	6	6	Avskrivninger i perioden	2	4
33	28	86	Balansført verdi bruksrett ved periodens slutt	10	11
Leieforpliktelse					
48	48	49	Balansført verdi 01.01.	26	33
0	0	58	Nye avtaler i perioden	0	0
-16	-7	-8	Leiebetalinger i perioden - avdrag	-2	-6
3	1	2	Renter	0	1
14	1	1	Andre endringer	1	1
49	44	102	Totale leieforpliktelser ved periodens slutt	25	30
Resultatregnskap					
13	6	6	Avskrivninger	2	4
3	1	2	Renter	0	1
16	7	8	Sum	2	10

Note 14 Disclosures and related parties

The information is given in line with IAS 24 for "Information regarding close parties" (Transactions toward leading employees and representatives appear in a note in the annual accounts). SpareBank 1 Helgeland defines its subsidiaries and associated companies as close parties in relation to this accounting standard. The transactions between the parent bank, affiliated companies and associated companies are conducted in line with regular commercial terms and principles.

Significant transactions with related parties:

Helgeland Boligkreditt AS (share of ownership 100 %)

Transferred loans as of 30.03.23 constitute a total of MNOK 4 282. Covered bonds in the housing mortgage company constitute MNOK 3 691. Credit line of NOK 1.5bn is drawn with MNOK 628. In addition, the bank has a revolving credit facility (with maturity > one year) provided by SpareBank 1 Helgeland, which will cover payment obligations in the security pool for a rolling 12-month period. The agreements are based on the principle of arm's length. In the consolidated accounts, the effects of the facilities are eliminated. SBH has received dividend of MNOK 28.6 in 2023.

Note 15 Fair value on financial instruments

Measurement of fair value of financial instruments by level

The table shows financial instruments to fair value according to fair value measurement method (IFRS13). The changes demand presentation of fair value measurements per level with the following divisions into levels. The different levels are defined like this:

- Level 1 - Noted price in an active market for an identical asset or liability.
- Level 2 – Valuation based on observable factors either direct (price) or indirect (derived from prices) other than noted priced (used in level 1) for the asset or liability.
- Level 3 Valuation based on factors not obtained from observable markets (non-observable assumptions)

The fair value of financial instruments that are traded in an active market is based on the market price at the end of the reporting period. A market is considered active if the markets rates are simply and regularly available from a stock exchange, trader, broker, business group pricing service or regulatory authority, and these prices represent actual and regularly occurring arm's length market transactions. The market price used for financial assets is the current bid price, while for financial liabilities it is the current offer price. These instruments are included in level 1.

The fair value of financial instruments that are not traded in an active market is determined by using valuation methods. These valuation methods maximize the use of observable data where these are available and are based as little as possible on the Group's own estimates. If all the significant data required to determine the fair value of an instrument are observable data, the instrument are included in level 2. Unlisted equities and fixed-rate loans are classified under level 3. The fair value of shares where it's no active market, known market value or the last issue price is used. For papers without turnover, the value is set based on available financial information, etc. fixed rate loans are measured at fair value.

Principal fixed rate loans per 30.06.23 were MNOK 1 186 (1 564) MNOK. Net interest rate risk by a parallel interest rate shift of 1 %-point for fixed rate loans and derivatives, fixed rate loans was MNOK 3.6 (-4.5) per 30.06.23.

Parent bank			Assets and liabilities measured at fair value			Group		
30.06.23			30.06.23			30.06.23		
Level 1	Level 2	Level 3	Assets and liabilities measured at fair value			Level 1	Level 2	Level 3
Financial assets at fair value through profit								
0	0	1 137	- Loans to and claims on customers at fair value			0	0	1 137
0	5 266	771	- Certificates, bonds and equities at fair value			0	5 515	771
Financial assets available for sale								
0	0	13 701	- Mortgages			0	0	17 886
0	52	0	- Financial derivatives			0	52	0
0	5 318	15 609	Total assets			0	5 567	19 794
LIABILITIES								
Financial liabilities at fair value through profit								
0	40	0	- Debt issuance of securities			0	76	0
0	40	0	Total liabilities			0	76	0

Shares	Loans	Total	Changes in instruments classified in Level 3			Shares	Loans	Total
712	15 214	15 926	Opening balance			712	20 052	20 764
0	-767	-767	Payment loan/sale of shares			0	-1 312	-1 312
55	317	372	New loans			55	209	264
4	74	78	Value change			4	74	78
771	14 838	15 609	Financial instruments valued on Level 3			771	19 023	19 794

Parent bank			Assets and liabilities measured at fair value			Group		
31.12.22			31.12.22			31.12.22		
Level 1	Level 2	Level 3	Assets and liabilities measured at fair value			Level 1	Level 2	Level 3
Financial assets at fair value through profit								
0	0	1 297	- Loans to and claims on customers at fair value			0	0	1 297
0	4 874	712	- Certificates, bonds and equities at fair value			0	5 023	712
Financial assets available for sale								
0	0	13 917	- Mortgages			0	0	18 755
0	31	0	- Financial derivatives			0	31	0
0	4 905	15 926	Total assets			0	5 054	20 764
LIABILITIES								
Financial liabilities at fair value through profit								
0	29	0	- Financial derivatives			0	58	0
0	29	0	Total liabilities			0	58	0

Shares	Loans	Total	Changes in instruments classified in Level 3			Shares	Loans	Total
595	15 923	16 518	Opening balance			595	22 961	23 556
-1	-1 252	-1 253	Payment loan/sale of shares			-1	-3 079	-3 080
114	501	615	New loans			114	133	247
4	42	46	Value change			4	37	41
712	15 214	15 926	Financial instruments valued on Level 3			712	20 052	20 764

Note 16 Financial derivatives

Net presentation of financial assets and liabilities

Parent bank				Group			
30.06.23				30.06.23			
Nominal value		Market value		Nominal value		Market value	
Total	Assets	Commitments		Total	Assets	Commitments	
1 564	0	40	Interest rate swaps- fixed interest rate loans	1 564	76	0	
30	0		Interest rate swaps- bank deposits with share yield	30	0	0	
1 594	0	40	Total financial derivatives	1 594	76	0	
1 500	52	0	Interest rate swaps – fixed interest rate with hedging	1 800	52	0	
1 500	52	0	Total financial derivatives with hedging	1 800	52	0	

Parent bank				Group			
30.06.22				30.06.22			
Nominal value		Market value		Nominal value		Market value	
Total	Assets	Commitments		Total	Assets	Commitments	
1 649	0	23	Interest rate swaps- fixed interest rate loans	1 649	0	50	
55	0	0	Interest rate swaps- bank deposits with share yield	55	0	0	
1 704	0	23	Total financial derivatives	1 704	0	50	
2 000	52	0	Interest rate swaps – fixed interest rate with hedging	2 300	22	0	
2 000	52	0	Total financial derivatives with hedging	2 300	22	0	

Current instruments for managing interest risk will primarily be interest swapps (interest swapping agreements). Trade in derivatives can be done with different counterparties. To differentiate the counterparty structure, a population of the large banks/real estate brokers that stands for the main part of the turnover in interest related products in the market are used. If the bank has the same counterparty on derivatives both on the real estate side and on the commitment side, these can be offset.

Group						
30.06.23						
	Gross financial assets	Financial assets that are recognized net	Net financial assets in the balance sheet	Financial instruments	Net	
Derivaives carried as assets	52	0	52	-52	0	
Derivaives carried as liabilities	76	0	76	-52	24	

Group						
30.06.22						
	Gross financial assets	Financial assets that are recognized net	Net financial assets in the balance sheet	Financial instruments	Net	
Derivaives carried as assets	22	0	22	-22	0	
Derivaives carried as liabilities	50	0	50	-22	28	

Note 17 Securities issued

Parent bank				Group	
30.06.22	30.06.23	(MNOK)		30.06.23	30.06.22
3 857	2 533	Bonds, nominal value		6 247	8 733
-29	-45	Value adjustments		-82	-57
29	20	Accrued interest		34	37
3 857	2 508	Total securities		6 199	8 713

Change in securities issued					<i>Group</i>
	31.12.22	Issued	Matured/redeemed	Other change	30.06.23
Bonds, nominal value	7 507	1329	-2 590	0	6 246
Value adjustments	-62			-20	-82
Accrued interest	31			4	35
Total	7 476	1 329	-2 590	-16	6 199

Change in subordinated debt					<i>parent bank</i>
	31.12.22	Issued	Matured/redeemed	Other change	30.06.23
Bonds, nominal value	3 132	63	-662		2 533
Value adjustments	-38			-7	-45
Accrued interest	23			-3	20
Total	3 117		-662	-10	2 508

Change in securities issued					<i>Group/Parent bank</i>	
	31.12.22	Issued	Matured/redeemed	Other change	30.06.23	
equity and related capital, nominal value		451	350	-363	-1	437
Value adjustments		-1				-1
Accrued interest		3				3
Total		453	350	-363	-1	439

*) Hybrid instruments do not meet the definition of financial liability in accordance with IAS 32 and are classified as equity 01/01/16

Accounted value			<i>Group</i>
	30.06.22	30.06.23	31.12.22
Bonds, amortized cost		4 949	5 742
Bonds, hedging		1 250	1 734
Total debt securities		6 199	7 476

Accounted value			<i>Parent bank</i>
	30.06.22	30.06.23	31.12.22
Bonds, amortized cost		1 524	1 655
Bonds, hedging		984	1 462
Total debt securities		2 508	3 117

Note 18 Geographical exposure deposits from and liabilities to customers

<i>Parent bank</i>				<i>Group</i>				
%	30.06.22	%	30.06.23		30.06.23	%	30.06.22	%
90.6 %	22 983	89.8 %	23 170	Helgeland	22 756	89.8 %	22 476	90.9 %
8.7 %	2 198	9.4 %	2 418	Areas other than Helgeland	2 375	9.4 %	2 065	8.3 %
0.8 %	197	0.8 %	200	International	196	0.8 %	190	0.8 %
100 %	25 378	100 %	25 788	Total	25 327	100 %	24 731	100 %

Note 19 Deposits from customers allocated by sector/industry

Parent bank				Group				
%	30.06.22	%	30.06.23		30.06.23	%	30.06.22	%
2.9 %	734	2.0 %	518	Financial institutions	138	0.5 %	157	0.6 %
12.5 %	3 183	13.0 %	3 353	Municipalities and municipal enterp.	3 353	13.2 %	3 183	12.9 %
2.0 %	513	2.1 %	538	Agriculture and forestry	538	2.1 %	513	2.1 %
2.7 %	685	3.6 %	923	Fisheries and aquaculture	923	3.6 %	685	2.8 %
0.8 %	207	1.0 %	257	Mining and industry	257	1.0 %	207	0.8 %
3.0 %	757	2.6 %	676	Building and construction	676	2.7 %	757	3.1 %
2.4 %	615	2.2 %	572	Trade, hotel, restaurants.	572	2.3 %	615	2.5 %
11.4 %	2 888	11.4 %	2 935	Transport and services	2 935	11.6 %	2 888	11.7 %
3.7 %	941	2.9 %	760	Property, property development	679	2.7 %	871	3.5 %
41.5 %	10 523	40.8 %	10 532	Total corporate market	10 071	39.8 %	9 876	39.9 %
58.5 %	14 855	59.2 %	15 256	Retail market	15 256	60.2 %	14 855	60.1 %
100 %	25 378	100 %	25 788	Total	25 327	100 %	24 731	100 %

Note 20 Equity certificate capital HELG – the 20 largest owners

Per 30.06.23				Parent bank	
	Number	% share		Number	% share
Sparebankstiftelsen Helgeland	7 588 922	28.11 %	VPF Nordea Avkastning	298 061	1.1 %
SpareBank 1 Nord-Norge	5 397 325	20.0 %	Bergen kommunale pensjonskasse	267 749	1.0 %
Pareto Invest AS	2 139 108	7.9 %	Catilina Invest AS	252 646	0.9 %
VPF Eika Egenkapital	1 300 867	4.5 %	U.S Bank National Association	217 021	0.9 %
Verdipapirfondet Nordea Norge Verd	1 006 616	3.7 %	Lamoholmen invest AS	211 850	0.8 %
Spesialfondet Borea Utbytte	561 035	2.2 %	Skandinaviska Enskilda Banken AB	188 552	0.7 %
J.P. Morgan Bank Luxembourg S.A.	529 959	1.8 %	Nima Invest AS	166 097	0.6 %
Helgeland Kraft AS	390 925	1.4 %	VPF Nordea Norge Plus	156 689	0.6 %
MP Pensjon PK	388 399	1.4 %	VPF Nordea Kapital	139 174	0.6 %
Kommunal Landspensjonskasse	356 528	1.3 %	Vigner Olaisen AS	122 631	0.5 %
Total 10 largest owners	19 659 684	72.4 %	Total 20 largest owners	21 680 154	80.3 %

The bank has issued a total of 27 000 130 equity certificates value of NOK 10

Note 21 Capital adequacy

Parent bank				Group		
31.12.22	30.06.22	30.06.23		30.06.23	30.06.22	31.12.22
4 896	4 650	4 816	Total equity capital	4 834	4 678	4 932
-398	-398	-398	Hybrid capital classified as equity (CB)	-398	-398	-398
-56	-36	-59	Deduction investement in SpareBank 1 Betaling	-59	-36	-56
0	0	0	Deduction shares in financial institutions	0	0	0
-9	-10	-10	Deduction prudent valuation	-10	-10	-10
0	-228	-272	Deduction share of profit not eligible as common equity tier 1 capital	-253	-185	0
-87	-96	-82	Deduction Intangible assets	-82	-96	-87
-329	0	0	Deduction dividend classified as equity	0	0	-329
0	0	-4	Other deductions	-4	0	0
			Effect of proportionate consolidation on equity tier 1 capital	-102	-102	-100
4 016	3 880	3 992	Total common equity tier one capital	3 925	3 851	3 952
0	0	0	Shares in financial institutions	0	0	0
398	398	398	Hybrid capital (CB)	398	398	398
			Effect of proportionate consolidation on other tier 1 capital	40	31	40
4 415	4 279	4 390	Total tier 1 capital	4 363	4 280	4 390
451	451	437	Subordinatet dept	437	451	451
0	0	0	Shares in financial institutions	0	0	0
			Effect of proportionate consolidation on additional capital	58	52	58
451	451	437	Total net additional capital	495	503	509
4 866	4 730	4 827	Total net equity and related capital	4 858	4 783	4 900
18 055	17 624	18 148	Risk-weighted balance (calculation basis)	20 768	20 146	20 809
22.24 %	22.02 %	22.00 %	Common equity tier one Capital ratio in%	18.90 %	19.11 %	18.99 %
24.45 %	24.28 %	24.19 %	Tier 1 capital ratio in%	21.01 %	21.25 %	21.10 %
26.95 %	26.84 %	26.60 %	Total capital ratio in%	23.39 %	23.74 %	23.55 %
12.00 %	11.50 %	12.50 %	Requirement common equity core tier one capital ratio in %	14.70 %	13.70 %	14.20 %
13.50 %	13.00 %	14.00 %	Requirement tier 1 capital ratio in %	16.20 %	15.20 %	15.70 %
15.50 %	15.00 %	16.00 %	Requirement capital ratio in %	18.20 %	17.20 %	17.70 %
2 799	2 644	2 904	Required capital incl. buffer and pillar II requirements	3 780	3 465	3 683
2 067	2 086	1 923	Excess capital incl. buffer and pillar II requirements	1 078	1 318	1 217

31.12.22	30.06.22	30.06.23	Calculation basis	30.06.23	30.06.22	31.12.22
5	15	5	States and central banks	5	15	5
230	311	261	Local and regional authorities (including municipalities)	261	311	230
568	510	515	Institutions	296	240	341
1 308	1 101	1 271	Enterprises	1 272	1 100	1 310
2 524	2 453	2 532	Mass market loans	2 602	2 552	2 608
9 106	9 019	8 916	Loans secured by real property	10 253	10 977	10 793
276	247	420	Loans overdue	420	253	277
665	757	644	Covered bonds	255	241	222
197	254	213	High risk exposures	213	254	197
0	0	0	Units in securities funds	0	0	0
1 526	1 450	1 649	Equity positions	1 009	858	936
121	133	190	Other loans and commitments	431	243	314
16 528	16 248	16 616	Capital requirement credit risk	17 018	17 043	17 233
1 521	1 363	1 521	Capital requirement operational risk	1 539	1 382	1 539
7	12	12	CVA addition	13	19	8
0	0	0	Other adjustment from capital requirement	0	0	0
18 055	17 624	18 148	Total capital requirement	18 570	18 444	18 781
			Proportionate share of risk-weighted balance cooperating groups	2 749	2 167	2 579
			Deduction internal eliminations cooperating groups	-551	-466	-551
			Risk-weighted balance after proportionate consolidation	20 768	20 146	20 809

Note 22 Financial estimates and estimative assessments

The group makes estimates and pre-assumptions that has effects on the reported balance figures for the next accounting year. Estimates and evaluations is ever an item for evaluation and is based on historical experience and other factors, hereunder expectations in relation to future events that is considered fair. The group has as a consequence of the corona pandemic been challenged on estimating under uncertainty.

For write-downs in lending, the estimated expected effect of potential downturn through the model wright-downs at the end of third quarter 2022. This was solved by adjusting some predictions in the model, primarily related to changed weighting of the scenario expectations (increased weight on downturn scenario). In the second quarter 2023, this adjustment was reversed. This as a consequence of implementing a new version of the loss model, that contains an improved macro model that in a larger extent takes into account the macro-economic picture. The transfer to the improved macro model had no significant effects on the loss provision.

Fair value of financial instruments is partly calculated based on observable data in the market, for positions where it doesn't lie market data it is used a combination of judgement and estimates based on market data in evaluation of fair value by the end of the year.

Note 23 SpareBank 1 Boligkreditt

SpareBank 1 Helgeland have agreements of possible legal sale of loans with high security in real estate to SpareBank 1 Boligkreditt. In accordance with the management agreement made, the bank manages the loans and maintain the customer contact. The bank receives a remuneration in form of commission for the responsibilities that follows with the management of the loans. By transferring the loans, the loans are deducted from SpareBank 1 Helgeland in its wholeness, this as a consequence of that transfer is evaluated to involve the most significant risks and benefits with ownership.

Remuneration for transferred loans equal accounted values and equals in the most significant real value of the loans at the transfer point of time. At the end of the year, the bank has a transferred portfolio of MNOK 7 861.

SpareBank 1 Helgeland has together with the other owners of the mortgage company established a liquidity facility, which means that the bank has an obligation to buy mortgage obligations to a value limited to the banks relative owner share of the company's maturity the next 12 months. At the end of the quarter this amounts to MNOK 0.

Note 24 Events after the balance sheet day

There are no known events after the balance sheet date that have significant importance to the accounts.

Profit and loss account items as a percentage of average assets

Parent bank					Group					
31.12.22	Q2/22	Q2/23	30.06.22	30.06.23		30.06.23	30.06.22	Q2/23	Q2/22	31.12.22
3.28	2.80	4.96	2.72	4.84	Interest receivable and similar income	4.86	2.75	4.98	2.83	3.26
1.12	0.81	2.31	0.78	2.21	Interest payable and similar costs	2.40	0.92	2.51	0.96	1.26
2.17	1.99	2.65	1.94	2.63	Net interest- and credit commission income²	2.47	1.83	2.47	1.87	2.01
0.52	0.47	0.51	0.53	0.49	Commissions receivable and income from banking services	0.44	0.46	0.47	0.41	0.46
0.04	0.03	0.04	0.04	0.05	Commissions payable and costs relating to banking services	0.04	0.03	0.04	0.03	0.04
0.04	0.04	0.00	0.04	0.03	Other operating income	0.03	0.02	0.04	0.02	0.02
0.52	0.48	0.48	0.53	0.48	Net commission income and other operation income	0.43	0.45	0.47	0.40	0.44
0.17	-0.31	0.07	0.29	0.34	Gains/losses on financial assets available for sale	0.16	-0.03	0.07	-0.27	0.00
0.50		0.50		0.51	Staff cost	0.46		0.46		0.44
0.59	1.01	0.66	1.05	0.66	Other operating expenses	0.60	0.95	0.60	0.92	0.54
1.09	1.01	1.16	1.05	1.17	Total operating expenses	1.06	0.95	1.06	0.92	0.98
1.76	1.15	2.04	1.71	2.29	Result before losses	2.00	1.30	1.94	1.08	1.47
0.04	0.03	0.42	0.02	0.27	Losses on loans, guarantees etc. and fixed assets	0.25	0.01	0.39	0.02	0.03
1.73	1.12	1.61	1.69	2.01	Gross profit	1.75	1.29	1.56	1.06	1.44
0.33	0.36	0.40	0.35	0.42	Tax payable on ordinary profit	0.40	0.33	0.38	0.33	0.30
1.40	0.76	1.21	1.34	1.60	Net profit	1.35	0.96	1.18	0.73	1.14

Profit and loss and balance sheet development

Parent bank					Group					
Q2/22	Q3/22	Q4/22	Q1/23	Q2/23		Q2/23	Q1/23	Q4/22	Q3/22	Q2/22
244	291	368	403	427	Interest receivable and similar income	470	449	413	324	279
71	98	151	180	199	Interest payable and similar costs	237	216	190	122	95
174	194	217	223	228	Net interest- and credit commission income	233	233	223	202	184
41	44	44	40	44	Commissions receivable and income from banking services	44	40	44	44	41
3	3	5	4	4	Commissions payable and costs relating to banking services	4	4	5	3	3
39	40	39	36	41	Net commission income	40	36	39	41	38
-27	-20	27	53	6	Gains/losses on financial assets available for sale	6	24	26	-19	-27
3	4	3	4	2	Other operating income	4	2	0	4	2
88	94	99	100	100	Operating costs	100	101	101	95	91
3	1	7	10	37	Losses on loans, guarantees etc.	37	10	6	2	2
98	123	180	206	141	Gross profit	147	184	181	131	104
31	35	17	38	35	Tax payable on ordinary result	36	40	15	38	33
67	88	163	168	106	Net profit	111	144	165	93	71

Q2/22	Q3/22	Q4/22	Q1/23	Q2/23		Q2/23	Q1/23	Q4/22	Q3/22	Q2/22
2.80	3.36	4.30	4.71	4.96	Interest receivable and similar income	4.98	4.77	4.29	3.33	2.83
0.81	1.13	1.76	2.10	2.31	Interest payable and similar costs	2.51	2.29	1.97	1.25	0.96
1.99	2.24	2.53	2.61	2.65	Net interest- and credit commission income	2.47	2.47	2.32	2.07	1.87
0.47	0.51	0.51	0.47	0.51	Commissions receivable and income from banking services	0.47	0.42	0.46	0.46	0.41
0.03	0.04	0.06	0.05	0.04	Commissions payable and costs relating to banking services	0.04	0.04	0.05	0.03	0.03
0.44	0.51	0.49	0.47	0.48	Net commission income	0.42	0.38	0.41	0.42	0.38
-0.31	-0.23	0.31	0.62	0.00	Gains/losses on financial assets available for sale	0.07	0.25	0.27	-0.20	-0.27
0.04	0.04	0.04	0.05	0.00	Other operating income	0.04	0.02	0.00	0.04	0.02
1.01	1.09	1.16	1.17	1.16	Operating costs	1.06	1.07	1.05	0.98	0.92
0.03	0.02	0.08	0.12	0.42	Losses on loans, guarantees etc.	0.39	0.11	0.06	0.02	0.02
1.12	1.42	2.10	2.41	1.61	Gross profit	1.56	1.95	1.88	1.34	1.06
0.36	0.40	0.20	0.44	0.40	Tax payable on ordinary result	0.38	0.42	0.16	0.39	0.33
0.76	1.02	1.90	1.96	1.21	Net profit	1.18	1.53	1.72	0.96	0.72

Q2/22	Q3/22	Q4/22	Q1/23	Q2/23		Q2/23	Q1/23	Q4/22	Q3/22	Q2/22
ASSETS										
71	71	71	75	71	Cash and claims on central banks	71	75	71	71	71
2 083	1 695	2 158	2 223	1 774	Loans to and claims on credit institutions	1 150	1 263	1 442	810	910
25 607	25 299	25 809	25 639	25 263	Loans to and claims on customers	29 356	30 170	30 832	30 883	31 422
52	44	31	30	52	Financial derivatives	52	30	31	44	22
6 179	5 822	5 586	6 053	6 038	Certificates, bonds and shares available for sale	6 286	6 300	5 735	5 970	6 279
143	143	145	140	142	Investments in associated companies	142	140	145	143	143
591	591	591	591	640	Investments in subsidiaries	0	0	0	0	0
98	96	94	91	88	Deferred tax benefit	88	91	94	96	98
41	38	36	40	41	Fixed assets	240	227	209	175	158
61	111	80	146	147	Other assets	81	133	65	95	86
34 926	33 910	34 601	35 028	34 257	Total assets^a	37 466	38 429	38 624	38 287	39 189
LIABILITIES AND EQUITY CAPITAL										
312	311	308	594	314	Liabilities to credit institutions	318	599	313	312	312
25 378	24 578	25 534	25 810	25 788	Deposits from customers and liabilities to customers	25 327	25 377	25 129	24 152	24 731
3 857	3 517	3 117	2 884	2 508	Borrowings through the issuance of securities	6 199	6 679	7 476	8 266	8 713
23	40	29	32	40	Financial derivatives	76	57	58	68	50
255	278	264	633	353	Other liabilities	270	626	260	264	251
451	452	453	351	439	Fund bonds	439	351	453	452	451
30 276	29 176	29 705	30 304	29 441	Total liabilities	32 629	33 689	33 689	33 514	34 508
1 773	1 773	1 773	1 774	1 771	Paid-in equity capital	1 771	1 774	1 773	1 773	1 773
398	398	398	398	398	Hybrid capital	398	398	398	398	398
2 256	2 256	2 254	2 389	2 386	Accrued equity capital/retained earnings	2 386	2 389	2 254	2 256	2 256
222	307	471	164	261	Other equity capital	279	177	507	343	251
					Minority interest	3	3	3	3	3
4 650	4 734	4 896	4 724	4 816	Total equity capital	4 837	4 740	4 935	4 773	4 681
34 926	33 910	34 601	35 028	34 257	Total liabilities and equity capital	37 466	38 429	38 624	38 287	39 189

Other key figures

Parent bank			Group			
31.12.22	30.06.22	30.06.23		30.06.23	30.06.22	31.12.22
BALANCE SHEET						
Development in the last 6 months						
1.9	2.9	-1.0	Total assets	-3.0	-0.6	-2.1
2.0	1.3	-1.9	Gross lending	-4.6	-2.5	-4.5
5.8	5.1	1.0	Customer deposits	0.8	5.0	6.7
Development in the last 12 months						
1.9	18.2	-1.9	Total assets	-4.4	12.6	-2.1
2.0	23.1	-1.3	Gross lending	-6.5	15.6	-4.5
5.8	20.1	1.6	Customer deposits	2.4	20.0	6.7
98.4	98.4	101.3	Deposit coverage as a percentage of gross loans	85.7	78.3	81.1
62.6	63.6	61.0	Lending to retail customers	66.7	70.4	68.8
34 253	34 366	34 637	Average assets	38 116	39 118	39 027
25 951	25 795	25 453	Gross loans	29 547	31 600	30 975
SOLIDITY						
22.2	22.0	22.0	Core tier one Capital ratio	21.7	19.1	21.6
24.5	24.3	24.2	Core Capital ratio	23.8	21.2	23.7
26.9	26.8	26.6	Total Capital ratio ²¹	26.2	23.7	26.1
			Core tier one Capital ratio, after proportionally consolidation in%	18.9	19.1	19.0
			Core capital ratio, after proportionally consolidation in%	21.0	21.2	21.1
			Total Capital ratio, after proportionally consolidation in%	23.4	23.7	23.5
			Leverage ratio ²² , after proportionally consolidation in%	9.3	9.1	9.4
10.0	9.7	11.0	Rate of return on equity incl. hybrid ¹	10.3	8.0	9.3
11.2	11.0	11.9	Rate of return on equity (excl. hybrid capital)	11.3	8.5	9.9
1.4	1.3	1.6	Return on assets	1.4	1.0	1.2
KEY FIGURES PCC						
13.8	6.6	7.8	Yield per primary certificate	7.3	5.3	12.8
13.8	6.6	7.8	Diluted result per ECC, in Norwegian currency	7.3	5.3	12.8
79.9	76.3	79.9	ECCs split (01.01)	79.9	76.3	79.9
134	126	131	Equity capital per ECC	131	127	135
120.0	119.0	125.0	PCC price quoted on the stock exchange	125.0	119.0	120.0
8.7	9.0	7.9	P/E (price divided by profit per ECC)	8.5	11.2	9.4
0.9	0.9	1.0	P/B (price divided by book value of equity capital)	1.0	0.9	0.9
38.2	38.0	33.8	Costs as a percentage of income ³	34.7	42.2	39.9
1.1	1.1	1.2	Cost in percent of average total assets	1.1	0.9	1.0
156	157	164	Number of man-years	164	157	156
LOSSES ON LOANS AND GROSS DEFAULTS						
As a percentage of gross lending:						
0.5	0.4	1.3	Gross defaults over 90 days	1.1	0.3	0.4
0.6	0.8	0.8	Total loan loss provision	0.67	0.6	0.5
0.05	0.03	0.37	Losses on lending ¹²	0.32	0.02	0.04

Other calculations

Parent bank				Group		
31.12.22	30.06.22	30.06.23	(Figures in MNOK and %)	30.06.23	30.06.22	31.12.22
			Operating costs, adjusted for one-time effects			
373	180	200	Operating costs	201	185	381
0	0	0	One-time effects	0	0	0
373	180	200	Operating costs, adjusted for one-time effects	201	185	381
1.09 %	1.05 %	1.17 %	Operating costs in % of BTA, adjusted for one-time effects	1.06 %	0.95 %	0.98 %
38.2 %	38.0 %	33.8 %	Operating costs in % of income, adjusted for one-time effects	34.7 %	42.2 %	39.9 %
480	230	274	Profit	255	186	445
-13	-7	-10	Paid interests subordinated bonds	-10	-7	-13
468	223	264	Net profit, incl. Interests subordinated bonds	245	179	432
0	0	0	one-time effect pension	0	0	0
468	223	264	Profit, adjusted for one-time effects	245	179	432
480	460	553	Profit (annualized)	515	374	445
468	446	532	Profit (annualized), eks one-time effects and interests subordinated bonds	494	360	432
4 670	4 596	4 856	Average equity	4 782	4 653	4 771
-398	-398	-398	Average subordinated bonds	-398	-398	-398
4 272	4 198	4 458	Average equity adjusted for subordinated bonds	4 383	4 255	4 373
10.3 %	10.0 %	11.4 %	ROE adjusted for one-time effects	10.8 %	8.0 %	9.3 %
10.9 %	10.6 %	11.9 %	ROE adjusted for one-time effects and interests FO11	11.3 %	8.5 %	9.9 %
480	230	274	Profit	255	186	445
480	460	553	Profit (annualized)	515	374	445
468	446	532	Profit (annualized), eks one-time effects and subordinated bonds	494	360	432
34 253	34 366	34 637	Average assets	38 116	39 118	39 027
1.4 %	1.3 %	1.6 %	Return on assets (annualized)	1.3 %	1.0 %	1.1 %
1.4 %	1.3 %	1.5 %	Return on assets (annualized) adjusted for one-time effects	1.3 %	0.9 %	1.1 %
4 415	4 279	4 390	CET1	4 426	4 280	4 450
40 192	41 046	39 241	Unweighted calculation basis	38 478	40 270	39 587
11.0 %	10.4 %	11.2 %	Leverage ratio	11.5 %	10.6 %	11.2 %

APM (Alternative performance measures)

In the board's report and in accounting presentations, SpareBank 1 Helgeland uses alternative performance measures or APM (alternative performance measures) with the purpose of giving a true and fair view of the bank's financial development and position, in order to ensure the correct information. Key figures that are regulated in IFRS or other legislation are not defined as APM. The same applies to non-financial information. APMs presented as part of the accounting portion of the reports are basically exempt from the APM guidelines, but are included in the schedule below to the extent that they are not defined in the financial statements. The reason for presenting adjusted results is to bring out the underlying operations in a better way and is not intended to replace ordinary reporting.

Definitions key figures:

- Return on equity.** Reason for use: The key figure indicates the return on the Group's equity. The key figure reflects the Group's ability to turn the capital into profitable business. Definition: Return on equity (total profit after tax) is calculated by dividing the profit/loss for the period for the financial

year by the average equity for the past year. For information on return on equity for more than one profit for the period, the profit for the period is annualized.

2. **Net interest.** Reason for use: Net interest income is a normal key figure within banking/finance and reflects the bank's net interest income as a percentage of average total assets. Definition: Net interest income is the difference between gross interest income and interest expenses – net interest income in the result summary. Net interest income is annualized in the interim reports.
3. **Expense ratio.** Reason for use: Cost percentage is a normal key figure in banking/finance. The key figure reflects how effectively the bank/group operates. Definition: The cost percentage reflects the bank's/group's ability to translate its operating expenses into revenue recovery. The cost percentage is calculated by dividing the total operating costs by total income.
4. **Gross lending, the Group (incl. transfer for mortgage companies):** Reason for use: The bank owns Helgeland Boligkreditt 100 % and key figures reflect the bank's total lending volume. Definition: loan volume including transferred from the mortgage company.
5. **Deposit coverage.** Reason for use: Deposit coverage is a normal key figure in banking/finance. The key figure shows the share of the bank's lending activities that are financed by deposits from customers. Definition: The deposit coverage reflects the bank's ability to finance lending to customers through deposits from customers. Deposits are calculated by dividing the total deposits from customers by gross loans, excl. transfer to mortgage companies in the parent bank and including transfer to mortgage companies in the group.
6. **Lending growth last 12 months.** Reason for use: Lending growth over the last 12 months is a normal key figure in banking/finance. The key figure reflects the activity and growth of the bank's lending activities. The Group includes transfers from the mortgage company, growth in the parent bank excl. volume of the mortgage company. Definition: Lending growth is calculated from the corresponding period last year to this year. The group includes the volume of the mortgage company, while the parent bank is excl. volume of the mortgage company.
7. **Deposits growth last 12 months.** Reason for use: Deposit growth over the last 12 months is a normal key figure in banking/finance. The key figure reflects the activity and growth of the bank's deposit operations. Definition: Deposit growth over the last 12 months reflects the growth in deposits in the balance sheet from the corresponding period last year to this year.
8. **Total assets.** Reason for use: The key figure reflects the bank's total assets. Definition: Total assets in the balance sheet.
9. **Growth last 12 months in total assets.** Reason for use: The key figure reflects the growth in the bank's total assets including transferred to the mortgage company in the group and excl. volume transferred to the mortgage company in the parent bank. Definition: Growth assets in the balance sheet are calculated from the corresponding period last year to this year.
10. **Average total assets.** Reason for use: Several key figures are calculated on average total assets. Definition: Weighted average of total assets throughout the year.
11. **Equity excluding hybrid capital.** Reason for use: The key figure reflects part of the bank's capital that belongs to the owners excluding hybrid capital (fund bonds). Definition: The difference

between the bank's equity (earned and paid-in equity) and the bank's hybrid capital (funded bonds).

12. **Loss ratio loans.** Reason for use: The key figure reflects a loss recognized as a function of gross lending in the balance sheet date. Definition: Loss provisions for the period on loans and guarantees divided by gross lending as a percentage. For information on loss-based loans for shorter periods than full financial years, the loss expense recognized in the income statement is annualized.
13. **Non-performing commitments.** Reason for use: The key figure indicates the proportion of the bank's gross non-performing loans. Definition: Non-performing loans (over 90 days) on loans and guarantees.
14. **Doubtful commitments.** Reason for use: The key figure indicates the proportion of the bank's gross loans that are subject to losses. Definition: Gross lending for the period that is doubtful (has an individual loss provision or risk class K, but which is not defaulted).
15. **Net Non-performing and doubtful commitments.** Reason for use: The key figure indicates how much the bank's net non-performing and doubtful commitments amount to gross loans. Definition: Net non-performing and doubtful commitments, less write-downs on these loans, divided by gross loans.
16. **Earnings per equity certificate.** Reason for use: The key figure gives readers information about earnings per equity certificate. Definition: The equity certificate holders' share of the result is calculated as profit before other income statement items in proportion to the average number of equity certificates in the period.
17. **Booked equity per equity certificate.** Reason for use: The key figure provides information on the value of the book equity per equity certificate. Definition: Equity certificate holders' share of equity divided by the number of equity certificates.
18. **Equity certificate fraction.** Reason for use: Basis for calculating dividends. Definition: The equity certificate holders' share of equity, e.g. Fund bonds.
19. **P/E.** Reason for use: The key figure provides information on earnings per equity certificate. Definition: Share price at end of period divided by profit (annualized) per equity certificate.
20. **P/B.** Reason for use: The key figure provides information on price per equity certificate. Definition: Share price at end of period divided by book equity per equity certificate.
21. **Capital adequacy.** Reason for use: Legal requirements for capital adequacy. Definition: subordinated capital divided by weighted balance sheet and excluding balance sheet items.
22. **Unweighted core capital adequacy.** Reason for use: Normal key figure in banking/finance. Provides more comparable capital regardless of the method of calculating capital adequacy. Definition: Tier 1 capital divided by capitalized items and non-capitalized items calculated without risk weighting.

23. **Operating costs adjusted for one-time effects.** Reason for use: Provides information about operating costs deducted costs that is not related to normal operation, and that mainly is related to one-time events. Definition: Operation costs deducted one-time effects

STATEMENT UNDER THE SECURITIES TRADING ACT § 5-6

We declare that to the best of our knowledge the financial statements for the period January 1st to June 30th 2023 is prepared in accordance with the current accounting standards IAS 34 – interim reporting, and that the information in the financial statements give true and fair view of the company’s assets, liabilities, financial positions and result.

The interim report shows after our best conviction a true:

- Overview over important events during the accounting period and their influence on the interim report.
- Specifications of the most central risk- and uncertain factors the company faces during the next accounting period.
- Specification of intimate’s considerable transactions.

Mo i Rana, August 14th 2023

Bjørn Krane
Chairman of the board

Rolf Eigil Bygdnes
Deputy chairman of the board

Marianne Terese Steinm

Siw Moxness

Jonny Berfjord

Ann-Helen Baadstrand

Kenneth Normann
Employee representative

Solrun Johansen
Employee representative

Hanne Nordgaard
CEO

Information concerning SpareBank 1 Helgeland

Head Office

Postal address Postboks 68, 8601 Mo i Rana

Office address Jernbanegata 15, 8622 Mo i Rana

Telephone + 47 75 11 90 00

Website www.sbh.no

Organisation number 937904029

Board of Directors of SpareBank 1 Helgeland

Bjørn Krane, Chair man

Rolf Eigil Bygdnes, Deputy Chair man

Marianne Terese Steinmo

Jonny Berfjord

Siw Moxness

Kenneth Normann

Solrun Johansen

Ann-Helen Baadstrand

Management

Hanne Nordgaard, Chief Executive Officer

Investor Relations

Anne Ekroll, Chief Financial Officer

Other sources of information

Annual reports

The annual report for SpareBank 1 Helgeland is available at www.sbh.no

Quarterly publications

Quarterly reports and presentations are available at www.sbh.no