

Third quarter 2023



SpareBank 1 Helgeland —
25-10-2023

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Profit and loss and balance sheet
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Information concerning SpareBank 1
Helgeland

Main features group

Main features in MNOK and in % average total assets	Q3/23		Q2/23		30.09.2023		30.09.2022		31.12.2022	
Net interest- and credit commission income	254	2.67 %	233	2.43 %	720	2.53 %	560	1.91 %	783	2.01 %
Net commission income and other operating income	41	0.43 %	44	0.46 %	123	0.43 %	132	0.45 %	171	0.44 %
Net profit from other financial investments	-2	-0.02 %	6	0.07 %	28	0.10 %	-25	-0.09 %	1	0.00 %
Staff cost (note 4)	46	0.48 %	44	0.45 %	133	0.47 %	127	0.43 %	172	0.44 %
Other operating expenses (note 4)	55	0.57 %	57	0.59 %	168	0.59 %	153	0.52 %	209	0.54 %
Losses on loans, guarantees etc. (note 10)	11	0.11 %	37	0.38 %	57	0.20 %	5	0.02 %	11	0.03 %
Result before tax	183	1.92 %	147	1.53 %	514	1.80 %	382	1.30 %	563	1.44 %
Tax payable on ordinary result	48	0.51 %	36	0.37 %	124	0.44 %	103	0.35 %	118	0.30 %
Net profit	134	1.41 %	111	1.16 %	390	1.37 %	280	0.95 %	445	1.14 %

Profitability	30.09.2023	30.09.2022	31.12.2022
ROE (excl. hybrid capital)	11.2 %	8.3 %	10.0 %
Net interest	2.53 %	1.93 %	2.01 %
Net interest including transferred loans	2.17 %	1.76 %	1.82 %
Costs as a percentage of income	34.5 %	41.9 %	39.9 %

Balance and liquidity	30.09.2023	30.09.2022	31.12.2022
Total assets	37 217	38 287	38 624
Average total assets	37 934	39 136	39 034
Total asset including transferred loans	45 393	44 058	44 996
Average total assets including transferred loans	45 311	44 239	44 390
Total loans	29 277	31 039	30 975
Total loans including transferred loans	37 453	36 810	37 347
Lending growth including transferred loans	1.7 %	30.0 %	0.9 %
Customer deposits	25 046	24 152	25 129
Customer deposits growth in percent	3.7 %	16.0 %	6.7 %
Customer deposits in percent of total loans	66.9 %	65.6 %	67.3 %

Solidity (including cooperative group)	30.09.2023	30.09.2022	31.12.2022
Core tier one Capital ratio	19.8 %	19.0 %	19.0 %
Core Capital ratio	21.9 %	21.1 %	21.1 %
Total capital ratio	24.3 %	23.6 %	23.5 %
Core tier one Capital	4 119	3 854	3 952
Core Capital	4 558	4 283	4 390
Total net equity and related capital	5 051	4 786	4 900
Capital requirement	20 789	20 286	20 809
Leverage Ratio	9.8 %	10.6 %	11.1 %

Offices and employees	30.09.2023	30.09.2022	31.12.2022
Number of employees	164	155	156
Number of offices	4	4	4

*Definition of key figures and APM's is found as an attachment on sbh.no

Accounts SpareBank 1 Helgeland 3rd 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 3rd quarter

- Quarterly gross profit of MNOK 183 against MNOK 147 last quarter.
- Good basic operation, stable costs and high interest income contributes to a strong quarterly profit.
- Net interest in the quarter of MNOK 254, an increase of MNOK 21 from last quarter.
- Profit from financial assets and commitments amounts to MNOK -2, a decrease of MNOK 8 from last quarter.
- Net commission income of MNOK 41, a decrease of MNOK 3 from last quarter.
- Write-downs in lending in the quarter of MNOK 11, a decrease of MNOK 26 from last quarter.
- Costs in % of income was 34.1 % against 35.3 % last quarter.
- Annualized net ROE adjusted for hybrid capital of 11.6 %.

Main features this quarter (MNOK)	Q3/23	Q2/23	Change
Net profit	183	147	36
Net interest and comission income	254	233	21
Operating cost	100	100	0
Yield per equity capital certificate	3.9	3.1	1
Provision of loss	11	37	-26
Profit from financial investments	-2	6	-8
Growth gross lending (this quarter)	45	-18	63
Growth deposits (this quarter)	-281	-50	-231

Main features so far this year

- Good basic operation, affected by a high interest rate level and a higher level of loss than the corresponding period last year.
- Gross profit of MNOK 514 (382).
- Net interest income of MNOK 720 (560).
- Profit from financial assets and commitments MNOK 28 (-25).
- Net commission income of MNOK 123 (132).
- Write-downs on lending of MNOK 57 (5) or 0.20 (0,02) % of gross lending (annualized).
- Cost in % if income was 34.5 (41,9) %
- Annualized net ROE adjusted for hybrid capital of 11.2 %

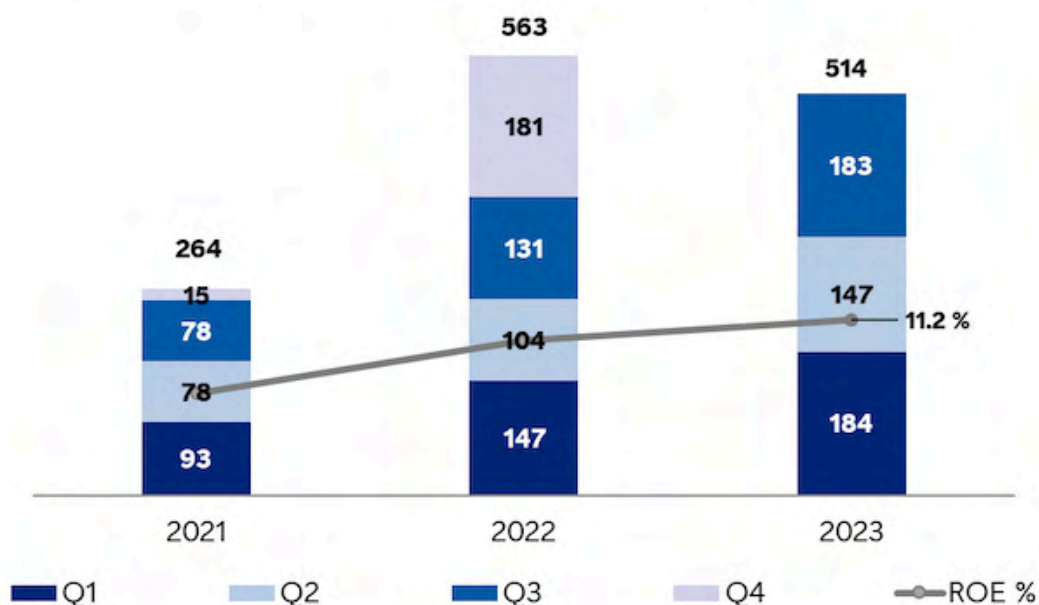
Main features this year (MNOK)	30.09.2023	30.09.2022	Change
Net profit	514	382	131
Net interest and comission income	720	560	160
Operating cost	301	280	21
Profit from financial investments	28	-25	53
Provision of loss	57	5	52
Return on equity %	11.2 %	8.3 %	2.9 %
Yield per equity capital certificate	11.1	7.9	3.2
Core tier 1 ratio %	19.8 %	19.0 %	0.8 %
Provision of loss % of gross leding	0.20 %	0.0 %	0.2 %
Growth gross lending % this year	1.7 %	30.0 %	-28.2 %
Growth gross lending % this year	3.7 %	16.0 %	-12.3 %

Profit

As for the second quarter, gross profit was MNOK 183 against MNOK 147 in the second quarter of 2023, an increase of MNOK 36. The increase in the quarter is a consequence of further increasing interest rate level, normalized write-downs and a stable cost level.

So far this year, gross profit is MNOK 514 (382), an increase of MNOK 131 against corresponding period last year. The increase from last year is mainly related to an increase of the net interest and income from financial investments with MNOK 160 and 153. Increased operating costs and write-downs draws the changes from last year down with MNOK 21 and 52.

Profit development (MNOK)

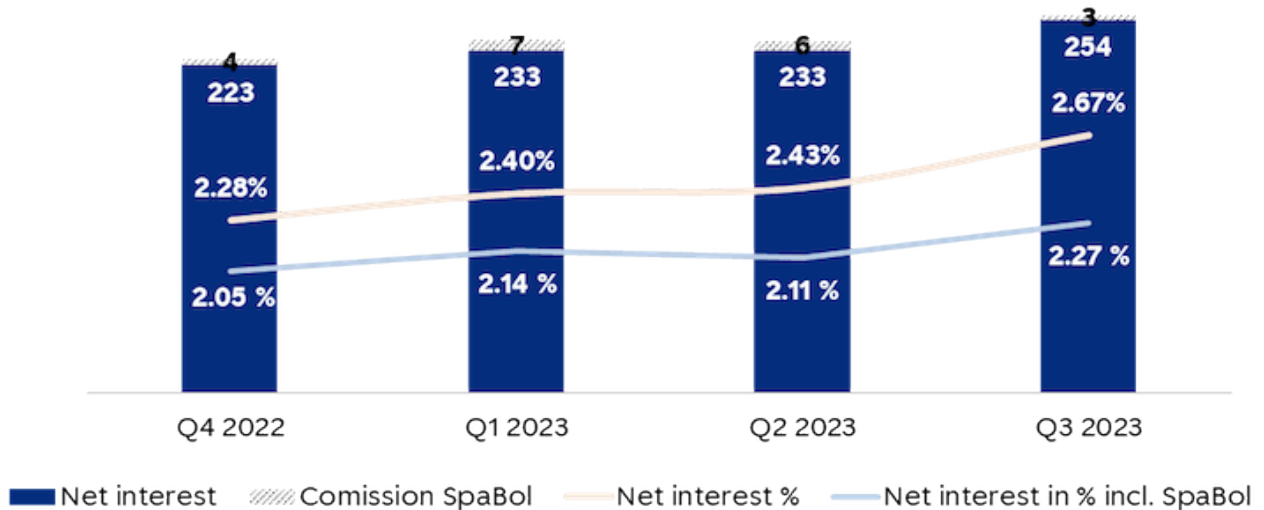


Net interest

Net interest and credit commission income amounted in the 3rd quarter MNOK 254, which is an increase of MNOK 21 from last quarter. In % of average total assets net interest and credit commission income is 2.67 %, against 2,43 in the last quarter. Inclusive commission income for transferred loans to mortgage loan companies, the net interest and credit commission income amounts to MNOK 258 against 239 last quarter. In % of total assets included transferred loans, this amounts to 2.27 % by the end of the quarter against 2.11 % last quarter.

So far this year, net interest and credit commission income is MNOK 720 (560), an increase of MNOK 160 from last year. In % of average total assets, this amounts to 2.53 (1.93) %. Inclusive commission income from transferred loans to mortgage companies, net interest and credit commission income amounts to MNOK 736 (582) pr 30.09.23. This equals a net interest in % of total assets included transferred loans of 2.17 (1.76) %.

So far this year the group has expensed MNOK 13 in contribution to the deposit guarantee- and the emergency fund.



Net commission earnings

For the quarter, the net commission earnings were MNOK 41 against MNOK 44 in the second quarter of 2023. In percentage of average total assets this amounts to 0.43 % for the quarter, a decrease of 0.03 % from the second quarter 2023. The reduction is mainly related to lower commission earnings from SpareBank 1 Boligkreditt.

Deducted commission income on loans transferred to SpareBank 1 Boligkreditt net commission earnings in % of average total assets amounts to 0.40 % against 0.40 in the second quarter of 2023.

For the year, net commission earnings amount to MNOK 123 (132) or 0.43 (0.45) % of average total assets. Hereof MNOK 16 (22) 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 in 2023, and reduced commission income from SpareBank 1 Boligkreditt. For other commission income, the development has been positive against the corresponding period last year.

Net value change and profit/loss from financial investments

Income from financial investments was negative with MNOK -2 in the third quarter, a decrease of MNOK 8 compared to the second quarter in 2023. The market development in the quarter has provided an unrealized loss on derivates of MNOK 6, while there has been an income recognition on the liquidity portfolio of MNOK 4.

Compared to the same period last year, the profit from financial investments amounts to an increase of MNOK 53. The increase is related to reduced market value 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 100 in the second quarter of 2023. In % of income, the costs amount to 34.1 % against 35.3 % in the second 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.

So far this year, the operating costs amounts to MNOK 301 (280), This is an increase of MNOK 21 compared to the corresponding period last year. So far this year, the cost percentage is 34,5 %. 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 11 has been expensed in write-downs on loans and guarantees this quarter against MNOK 37 in the second quarter 2023. The writ-downs in the quarter are a consequence of individual and model write-downs. The loss for 3rd quarter is considered as moderate.

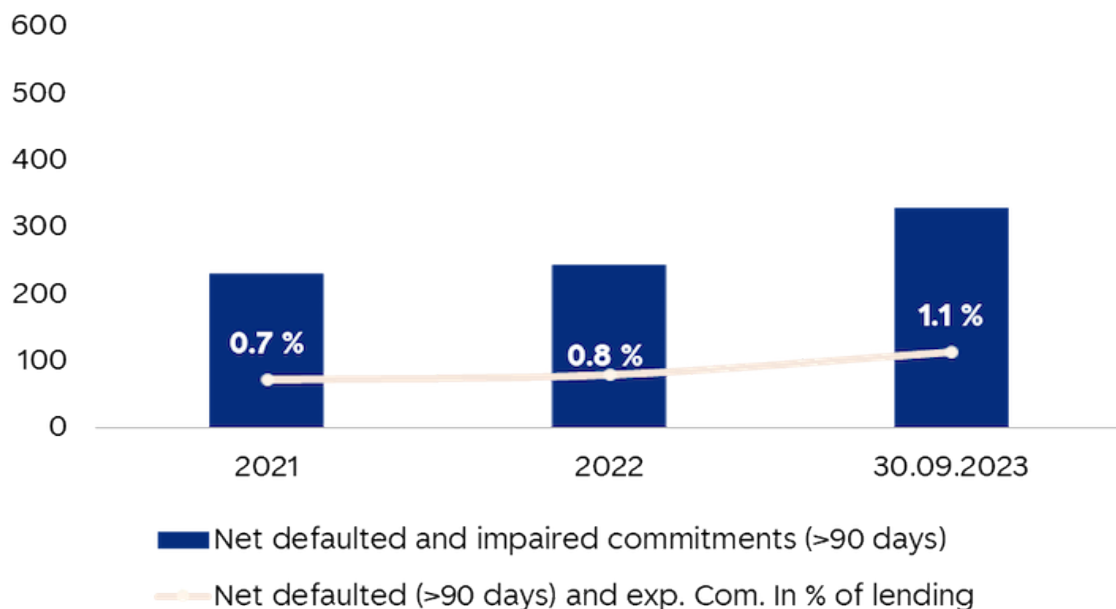
Net non-performing and impaired commitments amounts to MNOK 329 by the end of the quarter against MNOK 369 at the end of second quarter 2023. This equals to a decrease of MNOK 40 from last quarter. The decrease is related to single customers that have gone out of default for various reasons. There are individual loss evaluations on large parts of the volume that is marked within non-

performing and impaired commitments as of 30.09.23, 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, where the uncertainty related to war, increased interest rate level and other general macro events is considered.

So far this year, write-downs on loans and guarantees amounts to MNOK 57 (5). In % of gross lending, this amounts to 0.20 (0.02) % (annualized).

Net defaulted and com. exp. to loss



The equity certificate – HELG

By the end of the quarter, the number of EC owners amounts to 2 824. 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 30.09.23, the bank owned 30 787 own ECC's.

At the end of the quarter, the price of the banks ECs was NOK 121. This represents an increase of NOK 1 or 0.8 % from 31.12.22.

Balance development per 30.09.23

Total assets amount to 37.2 bn. Over the last 12 months, total assets are reduced by MNOK -1 070 (1 699) or -2.8 (4.6) %. Reduced total assets is mainly related to transfer of loans to SpareBank 1 Boligkreditt.

Commitments

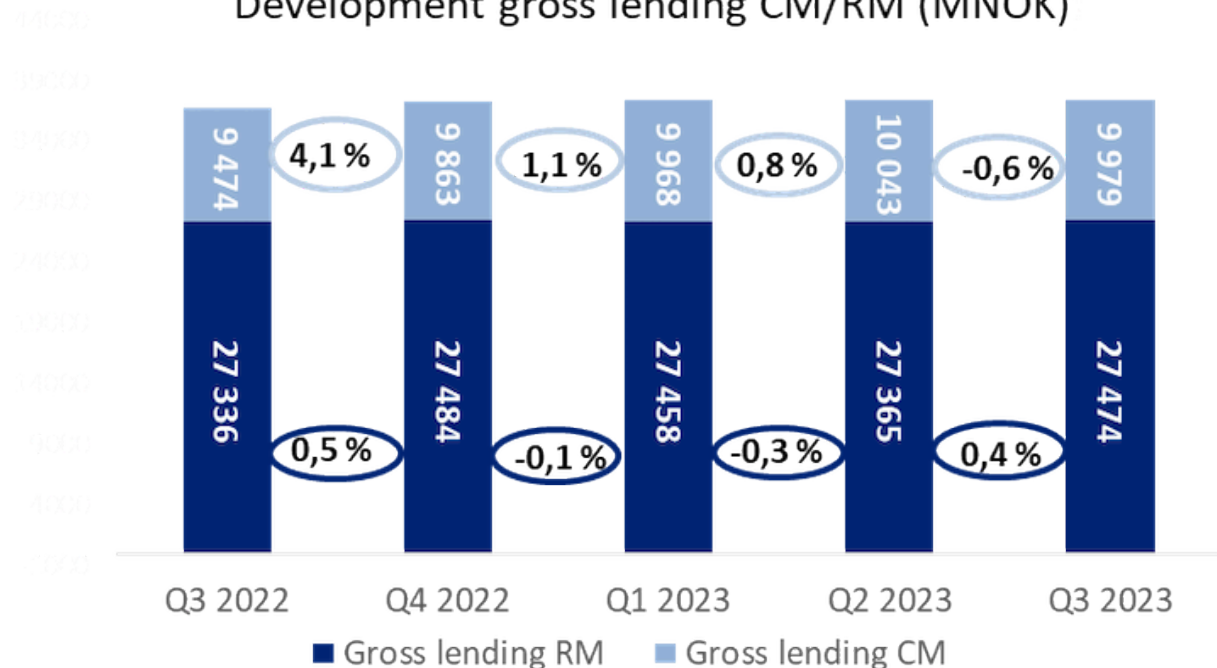
Inclusive transferred loans to mortgage companies, the lending growth is MNOK 45 or 0.1 %. Of this, the retail market has an increase of MNOK 109 while the corporate market has a negative growth of MNOK -64. Low growth in the quarter is mainly related to little activity as a consequence of a relative calm real estate market and the macroeconomic situation.

By the end of the quarter, gross lending included transferred loans to mortgage companies amounted to 37 453. Of the groups lending, 83.3 (84.5) % is lent to customers in Helgeland.

Of total lending, MNOK 27 474, or 73.4 (74.3) % is lending to retail customers, of which MNOK 7 977 has been transferred to SpareBank 1 Boligkreditt. Lending included transferred loans to credit companies has over the last 12 months increased by MNOK 138 (8 188) or 0.5 (42.8) %. 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 9 979 (9 474). Hereof MNOK 199 transferred loans to SpareBank 1 Boligkreditt. The growth over the last 12 months is MNOK 505 (298) or 5.3 (3.2) % in the corporate market.

Development gross lending CM/RM (MNOK)



Deposits from customers

By the end of second quarter, deposits from customers constituted MNOK 25 046. The deposits have over the last 12 months increased by MNOK 894 (3 366), or 3.7 (16.0) %. In the quarter, the deposits have decreased by MNOK -281 against MNOK -50 in the second quarter of 2023.

The group has a high deposit ratio where 89.3 (90.2) % are deposits from customers in Helgeland. Of total deposits of MNOK 25 046, MNOK 15 234 or 60.8 (60.0) % is deposits from retail customers. The 12-month deposit growth in the retail market was MNOK 739 (2 743), or 5.1 (23.3) %. In the corporate market, deposits have over the last 12 months increased by MNOK 155 (593) or 1.6 (6.5) %. The comparison number includes the portfolio from the acquisition from SpareBank 1 Nord-Norge.

Deposit ratio in % of gross lending was per 30.09.23 66.9 (65.6) %.

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 6 082 (8 266) and has a satisfying allocation of duration and lending sources. By the end of the quarter, the share of loans beyond one year was 78.8 (76.7) %. Per 30.09.23, the average remaining term for debt securities was 2.30 (2.13) 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 8 176 to SpareBank 1 Boligkreditt, and 4 413 to the fully owned subsidiary Helgeland Boligkreditt. Totally, this amounts to MNOK 12 589, which is an increase of MNOK 1 104 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 30.09.23, the transfer level is 33.6 (31.2) % and 45.8 (41.7) %. 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 -315 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, SpareBank 1 Samspar and Samarbeidende Sparebanker Uvikling DA is classified as jointly controlled companies. The bank has an owner share of 3.35, 3.24 and 3.1 % in the companies, where the owner share in Samarbeidende Sparebanker AS dictates an indirect owner share in SpareBank 1 Gruppen AS of 0.7 %.

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 30.09.23 net non-performing (>90 days) and impaired commitment constitute MNOK 329 (229) which is an increase of MNOK 100 from 30.09.22. The increase is mainly related single commitments gone in default over 90 days or marked exposed to loss of the bank. In percentage of gross lending this amounts to 1.1 (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 banks positions in shares are mainly strategic motivated through share investments in subsidiaries and product companies. The market risk attached to these share investments are considered 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 30.09.23 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.

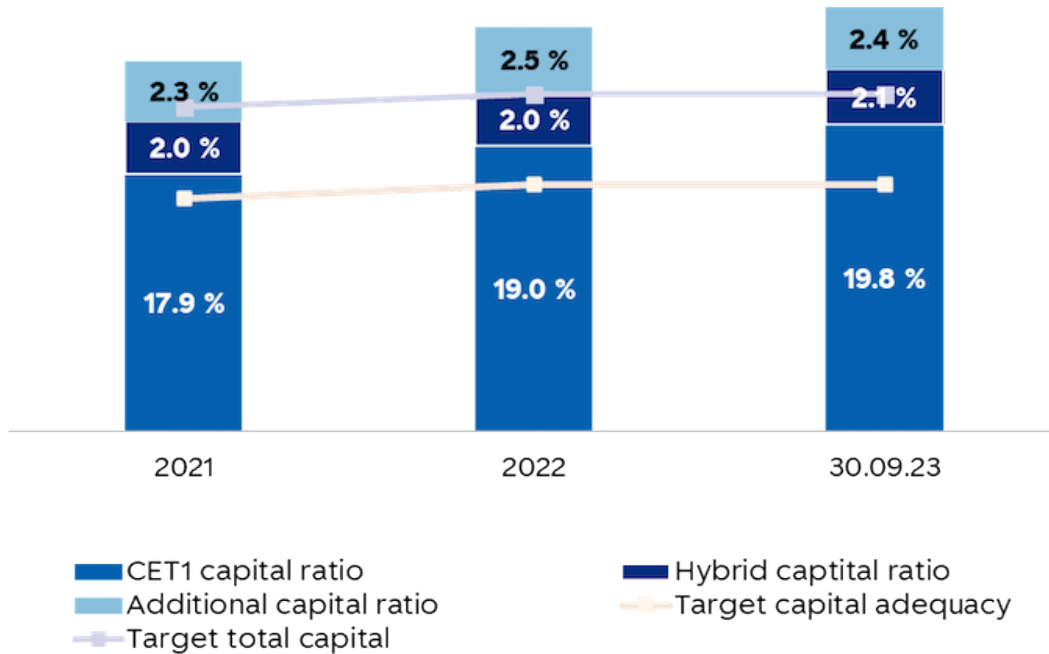
The SBH group's combined liquidity reserves (cash, deposits, and interest-bearing assets) constitute NOK 7.5 (6.9) bn, or 20.2 (17.9) % of the group's total assets. The combined duration of the interest portfolio is 1.64 (1.83) years.

The banks 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 201 (181) %.

Solidity

After proportionally consolidation, net equity, and related capital amounts to MNOK 4 871, hereby fund obligations by MNOK 398 and subordinated loan by MNOK 437.

Development capital adequacy



the SBH group has per 30.09.23 a CET1 of 18.9 (19.0) % and a total capital ratio of 23.4 (23.6) %. 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 19.8 % and 24.3 %.

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 20 789 (20 286).

The group's Leverage Ratio (unweighted core capital ratio) was 9.4 (10.6) % after proportionally consolidation.

Prospects ahead

In September 2021 the Norwegian Bank decided to increase the policy rate to 0.25 %. Since then, the policy rate has gradually increased to a relative high level of 4.25 %. Some believe, and even more

people hope that the last interest increase in September was the last increase needed before stabilization, and hopefully reduction in the interest rate level. The interest rate development has given most of the bank's retail and corporate customers a tighter economy, and for several of the customers, the interest rate development combined with high price increase is very challenging. A macro picture with war in Europe and Asia, still high price growth and a high level of interest also indicates challenging times ahead. The ambitions in Helgeland are still great, and the bank has faith in that what is going on in Helgeland will contribute to further state Helgeland as an industry region, travel destination and not least a central contributor to the green shift. The establishment of green industry as hydrogen- and battery production is expected to affect the industry growth positively in a large scale in the region.

Even if FREYR has taken down the speed in the building of the battery fabric GigaArctic in Mo I Rana, it is still expected large activity in Helgeland in the years toward 2026, especially in the corporate market. Large infrastructure and industry projects as airport, battery fabric, deep water quay, hydrogen production, hospital and real estate – and road building will mean investments up towards NOK 20 billion in Helgeland. The macroeconomic picture however create uncertainty related to both sizes and timing for the investments. The bank is well in position to be an important contributor for the local corporate prosecutors expected to contribute into the projects, or somehow to take part in the ripple effects the investments provide.

In the retail market, the board expect a weak market growth in the near future. The company's growth ambitions indicate a lending growth minimum similar to the market in Helgeland. The board will prioritize profitable growth. In a longer term, it is expected large activity in the region, this provides reason for optimism related to the long-term growth in the retail market.

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 probably will increase in the time to come. Especially in the corporate market, the high interests and a high-cost level is beginning to have effect for exposed companies, and we see an increase in bankruptcies among smaller companies and companies within construction/construction and property contractors. Increased bankruptcy rates together with turmoil markets, relatively high and increasing interests and inflation is together evaluated to create some uncertainty regarding future loss, also for our bank. The bank governs by an expectation of normalized write-downs of around 0.18 % of gross lending. The expectation level for the year as a whole is challenged as a consequence of high loss in Q2.

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. This despite that increased funding costs and price adaptations will draw the 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, cost/income < 40 %.

The positivity and the options in Helgeland is grate, and provides the Board good faith in the future. SpareBank 1 Helgeland will be a central contributor for further growth in Helgeland.

Mo i Rana, October 25th 2023

Bjørn Krane
Chairman of the board

Rolf Eigil Bygdnes
Deputy chairman of the board

Marianne Terese Steinmo

Siw Moxness

Audhild Bang Rande
regularly attending deputy member

Ann-Helen Baadstrand

Kenneth Normann
Employee representative

Solrun Johansen
Employee representative

Hanne Nordgaard
CEO

PLA (MNOK)

Parent bank							Group				
31.12.22	Q3/22	Q3/23	30.09.22	30.09.23		30.09.23	30.09.22	Q3/23	Q3/22	31.12.22	
1 125	291	475	756	1 306	Interest income and similar income (note 2.1)	1 440	861	521	324	1 274	
368	95	220	220	591	Interest payable and similar costs	707	290	263	119	476	
14	3	4	11	13	Hedge fund fees	13	11	4	3	15	
743	194	250	526	702	Net interest- and credit commission income	720	560	254	202	783	
179	44	43	136	128	Commissions receivable and income from banking services	128	135	44	44	179	
15	3	4	11	12	Commissions payable and costs relating to banking services	12	10	4	3	15	
13	4	3	10	9	Other operating income	7	7	1	4	7	
177	44	42	135	125	Net commission income and other operating income	123	132	41	45	171	
91	0	0	88	57	Dividend	27	33	0	1	35	
5	0	0	4	2	Net profit from associates	2	2	1	0	5	
-39	-20	-3	-62	-3	Net profit from other financial investments	-2	-60	-3	-20	-39	
57	-20	-3	31	56	Gains/losses on financial assets available for sale (note 3)	28	-25	-2	-19	1	
171	43	45	126	132	Staff cost (note 4)	133	127	46	43	172	
202	51	57	148	170	Other operating expenses (note 4)	168	153	55	52	209	
373	94	102	274	302	Total operating expenses before losses	301	280	100	95	381	
604	124	188	417	580	Result before losses	571	387	193	133	574	
12	1	11	5	58	Losses on loans, guarantees etc. (note 10)	57	5	11	2	11	
592	123	177	412	523	Result before tax	514	382	183	131	563	
112	35	47	95	119	Tax payable on ordinary result	124	103	48	38	118	
480	88	130	317	404	Net profit	390	280	134	93	445	
13			12	14	Attributable to additional tier 1 capital holders	14	12			13	
373			244	312	Attributable to equity capital certificate holders	300	214			345	
94			61	78	Attributable to the saving bank reserve	75	54			87	
0			0	0	Attributable to non-controlling interest	0	0			0	
480			317	404	Net profit	390	280			445	
13.8			6.6	11.5	Yield per equity capital certificate (note 5)	11.1	7.9			12.8	
13.8			6.6	11.5	Diluted result per ECC in Norwegian currency (note 5)	11.1	7.9			12.8	
Extended Income Statement											
480	88	130	317	404	Net profit	390	280	134	93	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	1	0	0	-2	Estimate variances, pensions will not be reversed over the income statement later	-2	0	0	0	0	
1	0	0	0	0	Tax on extended profit	0	0	0	0	1	
4	1	0	0	-2	Net extended profit or loss items	-2	0	0	-1	2	
484	89	130	317	402	Total profit of the period	388	279	134	92	448	

Balance sheet (MNOK)

Parent bank			Group			
31.12.22	30.09.22	30.09.23	30.09.23	30.09.22	31.12.22	
ASSETS						
71	71	75	Cash and claims on central banks	75	71	71
2 158	1 696	1 864	Loans to and claims on credit institutions	1 122	810	1 442
25 809	25 299	24 848	Loans to and claims on customers (note 7,8,9,10)	29 079	30 883	30 832
31	44	49	Financial derivatives (note 16)	49	44	31
5 586	5 822	6 094	Certificates, bonds and shares	6 340	5 970	5 735
145	143	145	Investments in associated companies (note 12)	145	143	145
591	591	640	Investments in subsidiaries (note 12)		0	0
94	96	86	Immaterielle eiendeler	86	96	94
36	38	38	Fixed assets (note 13)	243	175	209
80	109	137	Other assets (note 13.1)	78	95	65
34 601	33 910	33 976	Total assets	37 217	38 287	38 624
LIABILITIES AND EQUITY CAPITAL						
308	311	324	Liabilities to credit institutions	328	312	313
25 534	24 578	25 522	Deposits from customers and liabilities to customers (note 17,18)	25 046	24 152	25 129
3 117	3 517	2 414	Borrowings through the issuance of securities (note 15)	6 082	8 266	7 476
29	40	41	Financial derivatives (note 16)	110	68	58
264	279	382	Other liabilities (note 13.1)	332	264	260
453	452	352	Subordinated loan capital	352	452	453
29 705	29 176	29 034	Total liabilities	32 250	33 514	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	30	Gift fund	30	18	84
887	795	830	Total primary capital	830	795	886
27	22	25	Unrealized gains reserve	25	22	27
398	398	398	Hybrid Capital (Note 1,17)	398	398	398
277	305	388	Other equity capital	410	343	316
4 896	4 733	4 942	Total equity capital exclusive minority interest	4 964	4 770	4 933
			Non-controlling interest	3	3	3
4 896	4 733	4 942	Total equity capital	4 967	4 773	4 936
34 601	33 910	33 976	Total liabilities and equity capital	37 217	38 287	38 624
Conditional liabilities off balance sheet (note 11)						

Mo i Rana, October 25th 2023

Bjørn Krane
Chairman of the board

Rolf Eigil Bygdnes
Deputy chairman of the board

Marianne Terese Steinmo

Siw Moxness

Audhild Bang Rande
regularly attending deputy member

Ann-Helen Baadstrand

Kenneth Normann
Employee representative

Solrun Johansen
Employee representative

Hanne Nordgaard
CEO

Change in equity (MNOK)

<i>Group</i>												
30.09.23												
	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				14						376		390
Extended profit or loss items										-2		-2
Comprehensive income for the period	0	0	0	14	0	0	0	0	0	374	0	388
Paid interest FO				-14								-14
Gift fund												0
Other changes			-2		-2	-2	-2		-5			-14
<i>Transactions with owners</i>												0
Dividend paid/interests								-52		-277		-329
Equity 30.09.23	270	1 505	-4	398	25	800	30	0	1 529	413	3	4 967
Paid-in/accrued equity/retained earnings			1 770								3 197	4 967

<i>Group</i>												
30.09.22												
	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	4 627
Result for the period				12						268		280
Extended profit or loss items												0
Comprehensive income for the period	0	0	0	12	0	0	0	0	0	268	0	280
Paid interest FO				-12								-12
Gift fund												0
Other changes			-2				-12					-14
<i>Transactions with owners</i>												0
Dividend paid/interests								-21		-86		-107
Equity 30.09.22	270	1 505	-2	398	23	777	18	0	1 438	343	3	4 773
Paid-in/accrued equity/retained earnings			1 773								3 000	4 773

											Parent bank
											30.09.23
	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				14						386	400
Extended profit or loss items										2	2
Comprehensive income for the period	0	0	0	14	0	0	0	0	0	388	402
Paid interest FO				-14							-14
Gift fund											0
Other changes			-2		-2	-2	-3		-5	1	-13
<i>Transactions with owners</i>											0
Dividend paid/interests								-52		-277	-329
Equity 30.09.23	270	1 505	-4	398	25	800	29	0	1 530	389	4 942
Paid-in/accrued equity/retained earnings			1 771							3 171	4 942

											Parent bank
											30.09.22
	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						305	317
Extended profit or loss items											0
Comprehensive income for the period	0	0	0	12	0	0	0	0	0	305	317
Paid interest FO				-12							-12
Other changes			-2			-1					-3
Gift fund							-12				-12
<i>Transactions with owners</i>											0
Dividend paid/interests								-21		-86	-107
Equity capital 30.09.22	270	1 505	-2	398	23	777	18	0	1 439	305	4 734
Paid-in/accrued equity/retained earnings			1 773							2 961	4 734

Cash flow statement

Parent bank				Group		
31.12.22	30.09.22	30.09.23		30.09.23	30.09.22	31.12.22
-596	-80	902	Lending to customers	1 557	1 337	1 362
972	660	1 092	Interest income lending to customers	1 260	787	1 153
1 390	434	18	Deposits from customers	-83	600	1 577
-259	-148	-474	Interest cost deposit from customers	-448	-147	-257
6	9	6	Receivables and liabilities to credit institutions	6	7	10
-7	-5	-10	interest on receivables and liabilities to credit institutions	-10	-5	-7
-2 097	-1 895	-1 204	Purchase certificates and bonds	-1 504	-1 945	-2 347
2 438	1 833	722	sale certificates and bonds	922	1 833	2 638
115	73	159	Interest income certificates and bonds	161	73	115
165	122	118	Comission income	118	122	165
-342	-251	-274	Payments relating to operations	-274	-255	-355
-33	-49	-28	Paid tax	-36	-69	-49
-92	-46	12	Other cutoffs	80	-57	-72
1 660	657	1 039	A Net liquidity change from operating activities	1 749	2 281	3 932
-6	-5	-13	Investment in long-term securities	-33	-57	-99
0	0	0	Income sale of long-term securities	0	0	0
-115	-26	-125	Long-term investments in shares	-75	-26	-115
1	0	0	Payment from sales long-term investments in shares	0	0	1
91	88	66	Dividend from long-term investments in shares	29	32	36
-29	57	-72	B Net liquidity change from investments	-79	-51	-177
930	251	1 036	New borrowing through issuance of securities	2 502	774	1 831
-2 048	-957	-1 837	Repayments - issued securities	-3 935	-2 773	-4 632
-102	-68	-109	Interest payments borrowing through issuance of securities	-186	-147	-229
-17	-12	-16	Interest payments on subordinated debt	-16	-12	-17
-16	-12	-2	payment gift fund	-21	-12	-16
-108	-108	-329	dividend to share owners	-329	-108	-108
-1 361	-906	-1 257	C Net liquidity change financing	-1 985	-2 278	-3 171
270	-192	-290	A+B+C Net liquidity change in the period	-315	-48	584
1 959	1 959	2 229	Liquid funds at the start of the period	1 513	929	929
2 229	1 767	1 939	Liquid funds at the end of the period	1 198	881	1 513
Liquid funds specified						
71	71	75	Cash and balances with central banks	75	71	71
2 158	1 696	1 864	Balances with credit institutions without notice periods	1 123	810	1 442
2 229	1 767	1 939	Liquid funds	1 198	881	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				
30.09.23					30.09.23				
Retail	Corp.	Unallocated	Total	Segment information	Retail	Corp.	Unallocated	Total	
328	293	81	702	Net interest and credit commission income	346	293	80	719	
15	10	91	116	Net commission income	15	10	91	116	
0	0	65	65	Other operating income	0	0	36	36	
79	45	178	302	Operating costs	86	45	170	301	
-1	58	0	58	Losses on loans guaranteed	-2	58	0	57	
265	200	59	523	Gross profit	277	200	37	514	
15 151	9 894	0	25 045	Loans to and claims on customers	19 497	9 780	0	29 277	
-18	-177	0	-195	Provision of loss	-19	-177	0	-196	
		9 126	9 126	Other assets	0	0	8 136	8 136	
15 133	9 717	9 126	33 976	Total assts per segment	19 478	9 603	8 136	37 217	
15 234	10 288	0	25 522	Deposits from customers and liabilities	15 234	9 812	0	25 046	
0	6	0	6	Provisions of loss, unutilized deductions and guarantees	0	6	0	6	
0	0	8 448	8 448	Other liabilities and equity	0	0	12 165	12 165	
15 234	10 294	8 448	33 976	Total liabilities and equity per segment	15 234	9 818	12 165	37 217	

Parent bank					Group				
30.09.22					30.09.22				
Retail	Corp.	Unallocated	Total	Segment information	Retail	Corp.	Unallocated	Total	
239	246	40	525	Net interest and credit commission income	293	247	20	560	
13	9	103	125	Net commission income	13	9	103	125	
0	0	41	41	Other operating income			-17	-17	
71	39	164	274	Operating costs	74	40	166	280	
-2	7	0	5	Losses on loans guaranteed	-2	7	0	5	
183	209	20	412	Gross profit	234	208	-60	382	
16 182	9 284	0	25 466	Loans to and claims on customers	21 793	9 246	0	31 039	
-18	-147	0	-165	Provision of loss	-18	-138	0	-156	
0	0	8 608	8 608	Other assets	0	0	7 404	7 404	
16 164	9 137	8 608	33 909	Total assets per segment	21 775	9 108	7 404	38 287	
14 495	10 083	0	24 578	Deposits from customers and liabilities	14 495	9 657	0	24 152	
0	14	0	14	Provisions of loss, unutilized deductions and guarantees	0	14	0	14	
0	0	9 317	9 317	Other liabilities and equity			14 121	14 121	
14 495	10 097	9 317	33 909	Total liabilities and equity per segment	14 495	9 671	14 121	38 287	

Note 2.1 Net interest

Parent bank					Group					
31.12.22	Q3/22	Q3/23	30.09.22	30.09.23	Interest from financial instruments at amortized cost	30.09.23	30.09.22	Q3/23	Q3/22	31.12.22
38	9	17	23	55	Interest from credit institutions	29	6	9	3	12
508	142	208	335	575	Interest receivable on loans	575	341	202	146	521
546	151	225	358	630	Total interest from financial instruments at amortized cost	604	347	211	149	533
Interest from financial instruments valued to fair value over net profit										
38	9	7	30	23	Interest receivable on loans (fair value loans)	28	30	12	9	38
115	29	62	73	159	Interest from bearer bonds and certificates	161	73	63	29	115
153	38	69	103	182	Total interest from financial instruments valued to fair value over net profit	189	103	75	38	153
Interest from financial instruments valued to fair value OCI										
426	101	181	295	494	Interest receivable on loans (loans who can transfer to the bank's mortgage company)	647	411	235	137	587
426	101	181	295	494	Total interest from financial instruments valued to fair value OCI	647	411	235	137	587
1125	290	475	756	1 306	Total interest income	1 440	861	521	324	1 274

Note 2.2 Net commission income

Parent bank					Group					
31.12.22	Q3/22	Q3/23	30.09.22	30.09.23	Commissions and income from banking services	30.09.23	30.09.22	Q3/23	Q3/22	31.12.22
26	6	3	22	16	Provisjon knyttet til utlån overført til kredittforetak	16	22	3	6	26
90	25	26	64	70	Fees relating to payments transmission services	70	64	26	25	90
58	12	14	46	38	Fees insurance (general, life, saving and pension)	38	46	14	12	58
5	2	1	4	4	Guarantee commission	4	4	1	2	5
179	45	44	135	128	Total commissions and income from banking services	128	135	44	44	179
Commissions payable and costs relating to banking services										
15	3	4	10	12	Payments transmission services	12	10	4	3	15
15	3	4	10	12	Total commissions and income from banking services	12	10	4	3	15
164	42	40	125	116	Net commission income	116	125	40	41	164

Note 3 Specification of net change in value of financial instruments

Parent bank					Group					
31.12.22	Q3/22	Q3/23	30.09.22	30.09.23		30.09.23	30.09.22	Q3/23	Q3/22	31.12.22
-17	-16	10	-48	4	Value change in interest-bearing securities	4	-47	10	-15	-17
-21	2	-5.5	-2	-6	Net gain/loss in interest-bearing securities	-6	-2	-6	2	-21
4	0	-1	0	3	Net gain/loss shares	3	0	-1	0	4
91	0	1	88	57	Share dividend	28	32	1	0	35
5	0	0	2	2	Income from affiliated company	2	2	0	0	5
-37	-11	0	-51	-13	Value change in value on lending fixed rate	-13	-51	0	-11	-37
32	5	-7	41	9	Value change on funding and swaps	10	41	-6	5	32
57	-20	-2	30	57	Total value change financial instruments	28	-25	-2	-19	1

Note 4 Specification of total operating costs

Parent bank					Group					
31.12.22	Q3/22	Q3/23	30.09.22	30.09.23		30.09.23	30.09.22	Q3/23	Q3/22	31.12.22
171	43	45	126	132	Wages, salaries and social costs	133	126	45	42	172
115	32	31	83	93	General administration costs	94	83	32	32	115
41	11	13	31	33	Depreciation etc of fixed- and intangible assets	26	31	8	11	37
46	8	13	34	44	Other operating costs	48	40	15	10	56
373	94	102	274	302	Total operating costs	301	280	100	95	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	Q3/22	Q3/23	30.09.22	30.09.23		30.09.23	30.09.22	Q3/23	Q3/22	31.12.22
5	6	2	5	12	Period's change in write-downs step 1	12	5	2	7	5
-9	7	2	-11	-3	Period's change in write-downs step 2	-4	-11	1	7	-9
6	-2	14	11	63	Period's change in write-downs step 3	63	11	14	-2	6
14	-9	4	4	-2	Period's confirmed loss	-2	4	4	-9	14
-5	-1	-10	-4	-12	Period's recoveries from previous periods' conf.losses	-12	-4	-10	-1	-5
12	1	12	5	58	Total losses on loans, guarantees etc.	57	5	11	2	11

Note 6 Profit per equity certificate and dividend basis

Parent bank			Group			
31.12.22	30.09.22	30.09.23		30.09.23	30.09.22	31.12.22
480	317	404	Net profit	390	280	445
			Non-controlling interest share of net profit			0
-13	-12	-14	Interest fund bond	-14	-12	-13
467	305	390	Profit (excl. Interest fund bond)	376	268	432
79.9 %	79.9 %	79.9 %	ECC percentage	79.9 %	79.9 %	79.9 %
13.8	9.0	11.5	Yield per equity capital certificate	11.1	7.9	12.8
13.8	9.0	11.5	Diluted result per ECC in Norwegian currency	11.1	7.9	12.8

	30.09.23	30.09.22	31.12.22
Net profit	404	317	480
Interest fund bond	-14	-12	-13
Transferred reserve for valuation variances	0	0	-5
Basis dividend	390	305	462

Equity capital certificate ratio (parent bank)	30.09.23	30.09.22	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	310	245	376
Sum equity capital certificate owners	3 631	3 475	3 606
Ownerless capital	800	777	777
Savings bank gift fund	30	18	16
Unrealised gains reserve	5	4	4
Other equity capital	78	62	95
The saving bank reserve	913	861	892
Savings bank gift foundation	-	-	52
Dividend declared	-	-	277
Equit ex. Hybrid capital	4 544	4 336	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				
30.09.22	%	30.09.23	%	30.09.23	%	30.09.22	%	
22 017	86.5 %	21 284	85.0 %	Helgeland	24 547	83.8 %	26 231	84.5 %
3 352	13.2 %	3 702	14.8 %	Areas other than Helgeland	4 658	15.9 %	4 701	15.1 %
95	0.4 %	59	0.2 %	International	72	0.2 %	107	0.3 %
25 464	100.0 %	25 045	100.0 %	Total	29 277	100 %	31 039	100.0 %

Note 8 Commitments allocated on sector/industry.

	30.09.23		Group	
	Gross loans	%-stake	Gross loans	%-stake
Municipalities and municipal enterp.	7	0.0 %	0	0.0 %
Insurance and finance	265	0.9 %	210	0.7 %
Agriculture and forestry	1 441	4.9 %	1 441	4.6 %
Fisheries and aquaculture	696	2.4 %	1 177	3.8 %
Mining and industry	497	1.7 %	573	1.8 %
Building and construction	1 135	3.9 %	812	2.6 %
Trade, hotel, restaurants.	491	1.7 %	510	1.6 %
Transport and services	1 675	5.7 %	1 186	3.8 %
Property	3 573	12.2 %	3 337	10.8 %
Total corporate market	9 780	33.4 %	9 246	29.8 %
Retail market	19 497	66.6 %	21 793	70.2 %
Total	29 277	100 %	31 039	100 %
Loans transferred to Helgeland Boligkreditt	0		0	
Loans transferred to SpareBank 1 Boligkreditt	8 176		5 771	
Total loans including tranferred to mortgage company	37 453		36 810	

	Parent bank			
	30.09.23		30.09.22	
	Gross loans	%-stake	Gross loans	%-stake
Municipalities and municipal enterp.	7	0.0 %	0	0,0 %
Insurance and finance	265	1.1 %	210	0.8 %
Agriculture and forestry	1 427	5.7 %	1 421	5.6 %
Fisheries and aquaculture	692	2.8 %	1 170	4.6 %
Mining and industry	496	2.0 %	572	2.2 %
Building and construction	1 125	4.5 %	799	3.1 %
Trade, hotel, restaurants.	490	2.0 %	506	2.0 %
Transport and services	1 645	6.6 %	1 138	4.5 %
Property	3 747	15.0 %	3 467	13.6 %
Total corporate market	9 894	39.5 %	9 283	36.5 %
Retail market	15 151	60.5 %	16 181	63.5 %
Total	25 045	100 %	25 464	100 %
Loans transferred to Helgeland Boligkreditt	4 413		5 714	
Loans transferred to SpareBank 1 Boligkreditt	8 176		5 771	
Total loans including tranferred to mortgage company	37 634		36 949	

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 0.60 %) 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 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.

30.09.23	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.	7	-	-0	-	-	-	7	
Insurance and finance	265	-	-0	-0	-0	-	264	
Agriculture and forestry	1 431	-	-0	-2	-22	10	1 417	
Fisheries and aquaculture	696	-	-2	-3	-2	-	689	
Mining and industry	496	-	-1	-1	-15	1	480	
Building and construction	1 131	-	-5	-1	-6	4	1 123	
Trade, hotel, restaurants.	491	-	-1	-4	-1	-	485	
Transport and services	1 670	-	-7	-6	-6	6	1 656	
Property, property development	3 555	-	-15	-24	-51	18	3 483	
Total corporate market	9 742	0	-31	-41	-103	38	9 605	
Retail market	1 114	17 382	-2	-6	-11	1 001	19 477	
Total	10 856	17 382	-34	-47	-114	1 040	29 082	
Expected loss unutilized credit and guarantees RM			-0	-0	-0			
Expected loss unutilized credit and guarantees CM			-1	-3	-2			

<i>Group</i>							
30.09.22	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
Insurance and finance	210	-	-0	-0	-0	-	210
Agriculture and forestry	1 427	-	-0	-3	-16	14	1 422
Fisheries and aquaculture	1 177	-	-2	-4	-31	-	1 141
Mining and industry	571	-	-1	-2	-2	2	568
Building and construction	808	-	-1	-4	-2	5	806
Trade, hotel, restaurants.	506	-	-1	-2	-1	4	506
Transport and services	1 179	-	-2	-5	-8	7	1 170
Property, property development	3 310	-	-13	-16	-18	27	3 290
Total corporate market	9 187	0	-20	-36	-78	59	9 113
Retail market	817	19 556	-2	-9	-10	1 420	21 772
Total	10 004	19 556	-22	-44	-87	1 479	30 885
Expected loss unutilized credit and guarantees RM			-0	-0	-0		
Expected loss unutilized credit and guarantees CM			-3	-8	-6		

<i>Parent bank</i>							
30.09.23	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.	7	-	-0	-	-	-	7
Insurance and finance	265	-	-0	-0	-0	-	264
Agriculture and forestry	1 401	16	-0	-2	-22	10	1 403
Fisheries and aquaculture	691	2	-2	-3	-2	-	685
Mining and industry	494	1	-1	-1	-15	1	479
Building and construction	1 108	12	-5	-1	-6	4	1 113
Trade, hotel, restaurants.	487	4	-1	-4	-1	-	485
Transport and services	1 615	24	-7	-6	-6	6	1 626
Property, property development	3 729	-	-15	-24	-51	18	3 657
Total corporate market	9 797	59	-31	-41	-103	38	9 719
Retail market	1 061	13 089	-2	-5	-11	1 001	15 133
Total	10 858	13 148	-33	-47	-114	1 040	24 851
Expected loss unutilized credit and guarantees RM			0	0	0		
Expected loss unutilized credit and guarantees CM			-1	-3	-2		

<i>Parent bank</i>							
30.09.22	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
Insurance and finance	210	-	-0	-0	-0	-	210
Agriculture and forestry	1 407	-	-0	-3	-16	14	1 402
Fisheries and aquaculture	1 170	-	-2	-4	-31	-	1 133
Mining and industry	570	-	-1	-2	-2	2	567
Building and construction	794	-	-1	-4	-2	5	792
Trade, hotel, restaurants.	502	-	-1	-2	-1	4	502
Transport and services	1 131	-	-2	-5	-8	7	1 123
Property, property development	3 440	-	-14	-15	-27	27	3 411
Total corporate market	9 223	0	-21	-35	-87	59	9 140
Retail market	966	13 768	-2	-8	-9	1 448	16 162
Total	10 189	13 768	-23	-43	-96	1 507	25 302
Expected loss unutilized credit and guarantees RM			0	0	0		
Expected loss unutilized credit and guarantees CM			-3	-8	-6		

Note 9 Net non-performing and impaired commitments

Parent bank			Group			
31.12.22	30.09.22	30.09.23		30.09.23	30.09.22	31.12.22
130	157	213	Default commitments over 90 days	213	157	130
190	175	230	Other non-performing and impaired commitments and guara., not in default ¹⁴	230	165	190
-76	-102	-114	Step 3 write-downs	-114	-93	-76
244	230	329	Total default/non-performing and impaired commitments	329	229	244
0.9 %	0.9 %	1.3 %	In % of total loans	11 %	0.7 %	0.8 %

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

Change in balance posts in accordance with 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.

Gross lending	Step 1	Step 2	Step 3	Group 30.09.23
	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. 01.01.23	25 888	3 470	320	29 678
Provision loss transferred to step 1	773	-758	-15	0
Provision loss transferred to step 2	-1 016	1 034	-19	0
Provision loss transferred to step 3	-118	-51	169	0
New issued or purchased financial assets	2 929	134	3	3 065
Increase in draw on existing loans	4 537	205	104	4 845
Reduction in draw on existing loans	-4 887	-494	-80	-5 461
Financial assets deducted	-2 861	-988	-24	-3 873
Change due to confirmed write-downs (confirmed losses)	-1	-2	-15	-18
Gross lending pr. 30.09.23	25 244	2 550	443	28 237
unused drafts, guarantees etc.	2 915	124	19	3 058

Lending fixed interest rate, which is measured at fair value with value change over profit, is not included.

Gross lending	Step 1	Step 2	Step 3	Group 30.09.22
	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
Provision loss transferred to step 1	2 569	-2 553	-16	0
Provision loss transferred to step 2	-1 162	1 192	-30	0
Provision loss transferred to step 3	-39	-57	96	0
New issued or purchased financial assets	1 394	291	34	1 719
Increase in draw on existing loans	3 257	202	98	3 557
Reduction in draw on existing loans	-3 473	-304	-173	-3 950
Financial assets deducted	-1 270	-1 168	-71	-2 509
Change due to confirmed write-downs (confirmed losses)	-1	-1	-11	-13
Gross lending pr. 30.09.22	25 939	3 299	322	29 560
Unused drafts, guarantees etc.	2 409	174	16	2 600

Lending fixed interest rate, which is measured at fair value with value change over profit, is not included.

				Parent bank
	Step 1	Step 2	Step 3	30.09.23
	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. 01.01.23	21 641	2 693	320	24 654
Provision loss transferred to step 1	707	-692	-15	0
Provision loss transferred to step 2	-968	985	-18	0
Provision loss transferred to step 3	-118	-50	168	0
New issued or purchased financial assets	2 588	130	3	2 721
Increase in draw on existing loans	4 373	199	104	4 676
Reduction in draw on existing loans	-4 587	-478	-80	-5 146
Financial assets deducted	-2 474	-384	-24	-2 881
Change due to confirmed write-downs (confirmed losses)	-1	-2	-16	-19
Gross lending pr. 30.09.23	21 161	2 401	443	24 005
Unused drafts, guarantees etc.	2 548	124	19	2 691
Lending fixed interest rate, which is measured at fair value with value change over profit, is not included.				

				Parent bank
	Step 1	Step 2	Step 3	30.09.22
	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
Provision loss transferred to step 1	2 346	-2 344	-2	0
Provision loss transferred to step 2	-983	962	21	0
Provision loss transferred to step 3	-23	22	1	0
New issued or purchased financial assets	1 143	291	23	1 457
Increase in draw on existing loans	3 172	165	60	3 397
Reduction in draw on existing loans	-2 439	-150	-173	-2 762
Financial assets deducted	-807	-1 055	-16	-1 878
Change due to confirmed write-downs (confirmed losses)	-1	-1	-11	-13
Gross lending pr. 30.09.22	21 083	2 570	332	23 985
Unused drafts, guarantees etc.	2 048	174	16	2 238
Lending fixed interest rate, which is measured at fair value with value change over profit, is not included.				

				0
	Step 1	Step 2	Step 3	30.09.23
	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	0	0	0	0
Loss deduction pr. 01.01.23	19	54	74	147
Provision loss transferred to step 1	12	-9	-3	0
Provision loss transferred to step 2	-1	3	-2	0
Provision loss transferred to step 3	-1	-1	2	0
New issued or purchased financial assets	3	4	0	7
Increase in draw on existing loans	18	21	63	102
Reduction in draw on existing loans	-13	-15	-8	-36
Financial assets deducted	0	-13	-6	-18
Change due to confirmed write-downs (confirmed losses)	0	0	-7	-7
Loss deduction pr. 30.09.23	36	45	114	195
Loss deduction unused drafts, guarantees etc.	1	3	2	6

				0
	0	0	0	30.09.22
Loss provisions on gross loans and off-balance sheet items	0	0	0	0
Loss deduction pr. 01.01.22	15	64	163	242
Provision loss transferred to step 1	9	-7	-2	0
Provision loss transferred to step 2	1	2	-3	0
Provision loss transferred to step 3	-3	9	-6	0
New issued or purchased financial assets	4	1	1	6
Increase in draw on existing loans	7	3	5	15
Reduction in draw on existing loans	-10	-10	-45	-65
Financial assets deducted	2	-5	-15	-18
Change due to confirmed write-downs (confirmed losses)	-1	-8	-7	-16
Loss deduction pr. 30.09.22	24	49	91	163
Loss deduction unused drafts, guarantees etc.	1	3	2	6

	Step 1	Step 2	Step 3	Parent bank 30.09.23
	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	20	53	74	147
Provision loss transferred to step 1	12	-9	-3	0
Provision loss transferred to step 2	-1	3	-2	0
Provision loss transferred to step 3	-1	-1	2	0
New issued or purchased financial assets	3	4	0	7
Increase in draw on existing loans	18	21	63	102
Reduction in draw on existing loans	-13	-14	-8	-35
Financial assets deducted	-4	-9	-6	-19
Change due to confirmed write-downs (confirmed losses)	0	0	-7	-7
Loss deduction pr. 30.09.23	33	47	114	194
Loss deduction unused drafts, guarantees etc.	1	3	2	6

				0
	0	0	0	30.09.22
Loss provisions on gross loans and off-balance sheet items	0	0	0	0
Loss deduction pr. 01.01.22	15	62	173	250
Provision loss transferred to step 1	9	-7	-2	0
Provision loss transferred to step 2	1	2	-3	0
Provision loss transferred to step 3	-3	9	-6	0
New issued or purchased financial assets	4	1	1	6
Increase in draw on existing loans	7	3	5	15
Reduction in draw on existing loans	-10	-10	-45	-65
Financial assets deducted	2	-5	-15	-18
Change due to confirmed write-downs (confirmed losses)	-1	-8	-7	-16
Loss deduction pr. 30.09.22	24	47	100	171
Loss deduction unused drafts, guarantees etc.	2	4	2	8

Note 11 Conditional commitments

Parent bank					Group	
31.12.22	30.09.22	30.09.23		30.09.23	30.09.22	31.12.22
2 508	2 638	2 390	Unutilized drawing rights	2 757	3 008	2 878
270	249	301	Guarantee obligations	301	249	270
784	615	753	Unutilized drawing rights Helgeland Boligkreditt AS			
3 562	3 502	3 444	Net guarantee and draw rights	3 058	3 257	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

				<i>Parent bank</i>	
	Share capital	Number of shares	Equity stake	Book value	
				30.09.23	30.09.22
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.

						<i>Parent bank and group</i>	
	Share capital	Cost	Number of shares	Equity stake	Book value		
					30.09.23	30.09.22	
Samarbeidende Sparebanker AS (FKV)	355	163	31 181	3.4 %	137	142	
SpareBank 1 SamSpar AS (FKV)	16	6	28 787	3.2 %	6	-	
Samarbeidene Sparebanker Utvikling DA (FKV)	-	1	-	3.2 %	1	1	
Investment in joint ventures and associated companies					145	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		
					30.09.23	30.09.22	
Samarbeidende Sparebanker AS (FKV)	355	163	31 181	3.4 %	137	142	
SpareBank 1 SamSpar AS (FKV)	16	6	28 787	3.2 %	6	-	
Samarbeidene Sparebanker Utvikling DA (FKV)	-	1	-	3.2 %	1	1	
Investment in joint ventures and associated companies					145	143	

Parent bank and group

30.09.23

Balance 100 % ownership		Assets	Debt	Income	Cost	Result
Samarbeidende Sparebanker AS	100.0 %	1 833	1	22	1	21
SpareBank 1 SamSpar AS	100.0 %	82	49	99	92	7
Samarbeidene Sparebanker Utvikling DA	100.0 %	166	5	276	260	16
Total		2 081	55	397	353	44
The bank's share						
Samarbeidende Sparebanker AS	3.4 %	61	0	1	0	1
SpareBank 1 SamSpar AS	3.2 %	3	2	3	3	0
Samarbeidene Sparebanker Utvikling DA	3.2 %	5	0	9	8	0
Total		69	2	13	11	1

Parent bank and group

30.09.22

Balance 100 % ownership		Assets	Debt	Income	Cost	Result
Samarbeidende Sparebanker AS	100.0 %	2 250	41	84	31	53
SpareBank 1 SamSpar AS	0,0 %					
Samarbeidene Sparebanker Utvikling DA	100.0 %	30	0	0	0	0
Total		2 280	41	84	31	53
The bank's share						
Samarbeidende Sparebanker AS	3.0 %	68	1	3	1	2
SpareBank 1 SamSpar AS	0,0 %					
Samarbeidene Sparebanker Utvikling DA	3.0 %	1	0	0	0	0
Total		68	1	3	1	2

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

Parent bank and group

30.09.23

Specification joint ventures and associated companies	0	0	0	0	0	0
Samarbeidende Sparebanker AS	19	0	-6	2		-17
SpareBank 1 SamSpar AS	1	0	0	0		
Samarbeidene Sparebanker Utvikling DA	0	0	0	0		0
Specification joint ventures and associated companies	20	0	-6	2		-17

Parent bank and group

30.09.22

Specification joint ventures and associated companies	0	0	0	0	0	0
Samarbeidende Sparebanker AS	0	0	0	3		-4
SpareBank 1 SamSpar AS	0	0	0	0		0
Samarbeidene Sparebanker Utvikling DA	0	0	0	0		0
Sum shares joint ventures and associated companies	0	0	0	3		-4

		<i>Parent bank and group</i>	
Book value joint venture and associated companies		30.09.23	30.09.22
Opening balance		145	144
Acquisition		20	0
Sales		0	0
Equity changes		-6	0
Results		2	3
Other adjustments		0	0
Dividends payed		-17	-4
Book value		145	143

Note 13 Operating funds

<i>Parent bank</i>				<i>Group</i>		
31.12.22	30.09.22	30.09.23		30.09.23	30.09.22	31.12.22
36	38	38	Operating funds	243	175	209
36	38	38	Total operating funds	243	175	209

Note 13.1 Leases

<i>Morbank</i>			<i>Konsern</i>			
31.12.22	30.09.22	30.09.23		30.09.23	30.09.22	31.12.22
Bruksrett						
32	32	33	Balanseført verdi 01.01.	11	18	18
0	0	58	Tilgang	0	0	0
0	0	0	- Avgang	0	0	0
14	14	1	Andre endringer	1	1	1
46	47	92	Balanseført verdi ved periodens slutt	12	19	19
13	10	11	Avskrivninger i perioden	2	6	8
33	37	81	Balanseført verdi bruksrett ved periodens slutt	10	13	11
Leieforpliktelse						
48	48	49	Balanseført verdi 01.01.	26	33	33
0	0	58	Nye avtaler i perioden	0	0	0
-16	-12	-14	Leiebetalinger i perioden - avdrag	-3	-8	-11
3	2	3	Renter	0	1	2
14	14	1	Andre endringer	1	1	1
49	53	97	Totale leieforpliktelser ved periodens slutt	24	28	26
Resultatregnskap						
13	10	11	Avskrivninger	2	6	8
3	2	3	Renter	0	1	2
16	12	14	Sum	2	7	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 30.09.23 constitute a total of MNOK 4 413. Covered bonds in the housing mortgage company constitute MNOK 3 691. Credit line of NOK 1.5bn is drawn with MNOK 747. 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 30.09.23 were MNOK 1 140 (1 479) 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 2.5 (-3.5) per 30.09.23.

Parent bank			Assets and liabilities measured at fair value				Group	
30.09.23							30.09.23	
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	1 040	- Loans to and claims on customers at fair value			0	0	1 040
0	5 317	777	- Certificates, bonds and equities at fair value			0	5 563	777
Financial assets available for sale								
0	0	13 148	- Mortgages			0	0	17 382
0	49	0	- Financial derivatives			0	49	0
0	5 366	14 965	Total assets			0	5 612	19 199
LIABILITIES								
Financial liabilities at fair value through profit								
0	41	0	- Debt issuance of securities			0	110	0
0	41	0	Total liabilities			0	110	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	-1 428	-1 428	Payment loan/sale of shares			0	-2 128	-2 128
61	399	460	New loans			61	499	560
4	3	7	Value change			4	-1	3
777	14 188	14 965	Financial instruments valued on Level 3			777	18 422	19 199

Parent bank			Assets and liabilities measured at fair value				Group	
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			
30.09.23				30.09.23			
Nominal value		Market value		Nominal value		Market value	
Total	Assets	Commitments		Total	Assets	Commitments	
1 454	0	41	Interest rate swaps- fixed interest rate loans	1 454	0	110	
30	0	0	Interest rate swaps- bank deposits with share yield	30	0	0	
1 484	0	41	Total financial derivatives	1 484	0	110	
1 300	49	0	Interest rate swaps – fixed interest rate with hedging	1 800	49	0	
1 300	49	0	Total financial derivatives with hedging	1 800	49	0	

Parent bank				Group			
30.09.22				30.09.22			
Nominal value		Market value		Nominal value		Market value	
Total	Assets	Commitments		Total	Assets	Commitments	
1 549	0	40	Interest rate swaps- fixed interest rate loans	1 549	0	68	
55	0	0	Interest rate swaps- bank deposits with share yield	55	0	0	
1 604	0	40	Total financial derivatives	1 604	0	68	
1 700	44	0	Interest rate swaps – fixed interest rate with hedging	2 000	44	0	
1 700	44	0	Total financial derivatives with hedging	2 000	44	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					
30.09.23					
	Gross financial assets	Financial assets that are recognized net	Net financial assets in the balance sheet	Financial instruments	Net
Derivaives carried as assets	49	0	49	-49	0
Derivaives carried as liabilities	110	0	110	-49	61

Group					
30.09.22					
	Gross financial assets	Financial assets that are recognized net	Net financial assets in the balance sheet	Financial instruments	Net
Derivaives carried as assets	44	0	44	-44	0
Derivaives carried as liabilities	68	0	68	-44	24

Note 17 Securities issued

Parent bank			Group	
30.09.22	30.09.23	(MNOK)	30.09.23	30.09.22
3 542	2 429	Bonds, nominal value	6 087	8 309
-45	-27	Value adjustments	-126	-76
20	12	Accrued interest	121	33
3 517	2 414	Total securities	6 082	8 266

Change in securities issued					Group
	31.12.22	Issued	Matured/redeemed	Other change	30.09.23
Bonds, nominal value	7 507	2 089	-3 422	-87	6 087
Value adjustments	-62			-64	-126
Accrued interest	31			90	121
Total	7 476	2 089	-3 422	-61	6 082

Change in subordinated debt					parent bank
	31.12.22	Issued	Matured/redeemed	Other change	30.09.23
Bonds, nominal value	3 132	623	-1 324	-1	2 430
Value adjustments	-38			11	-27
Accrued interest	23			-11	12
Total	3 117		-1 324	-2	2 414

Change in securities issued					Group/Parent bank
	31.12.22	Issued	Matured/redeemed	Other change	30.09.23
equity and related capital, nominal value	451	350	-450	-1	350
Value adjustments	-1				-1
Accrued interest	3				3
Total	453	350	-450	-1	352

*) 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	Group	
	30.09.23	31.12.22
Bonds, amortized cost	4 753	5 742
Bonds, hedging	1 329	1 734
Total debt securities	6 082	7 476

Accounted value	Parent bank	
	30.09.23	31.12.22
Bonds, amortized cost	1 514	1 655
Bonds, hedging	900	1 462
Total debt securities	2 414	3 117

Note 18 Geographical exposure deposits from and liabilities to customers

	Parent bank					Group			
	%	30.09.22	%	30.09.23		30.09.23	%	30.09.22	%
89.8 %	22 080	89.3 %	22 791	Helgeland	22 366	89.3 %	21 779	90.2 %	
9.2 %	2 269	9.8 %	2 513	Areas other than Helgeland	2 467	9.8 %	2 179	9.0 %	
0.9 %	229	0.9 %	218	International	213	0.9 %	194	0.8 %	
100 %	24 578	100 %	25 522	Total	25 046	100 %	24 152	100 %	

Note 19 Deposits from customers allocated by sector/industry

Parent bank				Group				
%	30.09.22	%	30.09.23		30.09.23	%	30.09.22	%
2.3 %	574	2.1 %	530	Financial institutions	150	0.6 %	197	0.8 %
11.6 %	2 844	11.1 %	2 834	Municipalities and municipal enterp.	2 834	11.3 %	2 844	11.8 %
2.0 %	485	1.5 %	383	Agriculture and forestry	383	1.5 %	485	2.0 %
2.1 %	520	4.4 %	1 115	Fisheries and aquaculture	1 115	4.5 %	520	2.2 %
1.3 %	314	1.1 %	287	Mining and industry	287	1.1 %	314	1.3 %
3.0 %	741	4.4 %	1 111	Building and construction	1 111	4.4 %	741	3.1 %
2.6 %	642	2.5 %	634	Trade, hotel, restaurants.	634	2.5 %	642	2.7 %
11.7 %	2 871	10.0 %	2 559	Transport and services	2 559	10.2 %	2 871	11.9 %
4.4 %	1 092	3.3 %	835	Property, property development	739	3.0 %	1 043	4.3 %
41.0 %	10 083	40.3 %	10 288	Total corporate market	9 812	39.2 %	9 657	40.0 %
59.0 %	14 495	59.7 %	15 234	Retail market	15 234	60.8 %	14 495	60.0 %
100 %	24 578	100 %	25 522	Total	25 046	100 %	24 152	100 %

Note 20 Equity certificate capital HELG – the 20 largest owners

				Morbank	
Per 30.09.23	Number of EC's	% share		Number of EC's	% 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	217 146	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 %	Skandinaviske Enskilda Banken AB	188 552	0.7 %
J.P. Morgan Bank Luxembourg S.A.	529 959	1.8 %	Nima Invest AS	168 514	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	21 682 696	80.3 %

The bank has issued a total of 20871427 equity certificates value of NOK 10

Note 21 Capital adequacy

Parent bank				Group		
31.12.22	30.09.22	30.09.23		30.09.23	30.09.22	31.12.22
4 896	4 734	4 942	Total equity capital	4 964	4 770	4 932
-398	-398	-398	Hybrid capital classified as equity (CB)	-398	-398	-398
-56	-47	-59	Deduction investement in SpareBank 1 Betaling	-59	-47	-56
0	0	0	Deduction shares in financial institutions	0	0	0
-9	-9	-9	Deduction prudent valuation	-10	-10	-10
0	-317	-402	Deduction share of profit not eligible as common equity tier 1 capital	-187	-279	0
-87	-94	-79	Deduction Intangible assets	-79	-94	-87
-329	0	0	Deduction dividend classified as equity	0	0	-329
0	0	-4	Other deductions	-4	0	0
	0		Effect of proportionate consolidation on equity tier 1 capital	-108	-88	-100
4 016	3 869	3 991	Total common equity tier one capital	4 119	3 854	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	4 267	4 389	Total tier 1 capital	4 558	4 283	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	57	52	58
451	451	437	Total net additional capital	493	503	509
4 866	4 718	4 826	Total net equity and related capital	5 051	4 786	4 900
18 055	17 689	18 094	Risk-weighted balance (calculation basis)	20 789	20 286	20 809
22.24 %	21.87 %	22.06 %	Common equity tier one Capital ratio in%	19.81 %	19.00 %	18.99 %
24.45 %	24.13 %	24.26 %	Tier 1 capital ratio in%	21.92 %	21.11 %	21.10 %
26.95 %	26.67 %	26.67 %	Total capital ratio in%	24.30 %	23.59 %	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	2 653	2 895	Required capital incl. buffer and pilar II requirements	3 784	3 489	3 683
2 067	2 065	1 931	Excess capital incl. buffer and pilar II requirements	1 267	1 297	1 217
40 192	41 046	38 575	Unweighted calculation basis	46 707	40 270	39 587
11.0 %	10.4 %	11.4 %	Leverage ratio	9.8 %	10.6 %	11.1 %

31.12.22	30.09.22	30.09.23	Calculation basis	30.09.23	30.09.22	31.12.22
5	15	5	States and central banks	5	15	5
230	270	245	Local and regional authorities (including municipalities)	245	270	230
568	479	527	Institutions	288	226	341
1 308	1 139	1 316	Enterprises	1 317	1 140	1 310
2 524	2 628	2 756	Mass market loans	2 853	2 745	2 608
9 106	8 910	8 689	Loans secured by real property	10 061	10 772	10 793
276	309	351	Loans overdue	352	309	277
665	703	621	Covered bonds	264	244	222
197	248	183	High risk exposures	183	247	197
0	0	0	Units in securities funds	0	0	0
1 526	1 449	1 681	Equity positions	1 041	847	936
121	167	185	Other loans and commitments	408	334	314
16 528	16 317	16 557	Capital requirement credit risk	17 015	17 149	17 233
1 521	1 363	1 521	Capital requirement operational risk	1 539	1 382	1 539
7	8	16	CVA addition	23	10	8
0	0	0	Other adjustment from capital requirement	0	0	0
18 055	17 689	18 094	Total capital requirement	18 577	18 541	18 781
			Proportionate share of risk-weighted balance cooperating groups	2 762	2 210	2 579
			Deduction internal eliminations cooperating groups	-551	-466	-551
			Risk-weighted balance after proportionate consolidation	20 789	20 286	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 8 176.

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 and balance sheet development

Parent bank					Group					
Q3/22	Q4/22	Q1/23	Q2/23	Q3/23		Q3/23	Q2/23	Q1/23	Q4/22	Q3/22
291	368	403	427	475	Interest receivable and similar income	521	470	449	413	324
98	151	180	199	225	Interest payable and similar costs	267	237	216	190	122
194	217	223	228	250	Net interest- and credit commission income	254	233	233	223	202
44	44	40	44	43	Commissions receivable and income from banking services	44	44	40	44	44
3	5	4	4	4	Commissions payable and costs relating to banking services	4	4	4	5	3
40	39	36	41	39	Net commission income	40	40	36	39	41
-20	27	53	6	-3	Gains/losses on financial assets available for sale	-2	6	24	26	-19
4	3	4	2	3	Other operating income	1	4	2	0	4
94	99	100	100	102	Operating costs	100	100	101	101	95
1	7	10	37	11	Losses on loans, guarantees etc.	11	37	10	6	2
123	180	206	141	177	Gross profit	183	147	184	181	131
35	17	38	35	47	Tax payable on ordinary result	48	36	40	15	38
88	163	168	106	130	Net profit	134	111	144	165	93

Q3/22	Q4/22	Q1/23	Q2/23	Q3/23		Q3/23	Q2/23	Q1/23	Q4/22	Q3/22
ASSETS										
71	71	75	71	75	Cash and claims on central banks	75	71	75	71	71
1 695	2 158	2 223	1 774	1 864	Loans to and claims on credit institutions	1 122	1 150	1 263	1 442	810
25 299	25 809	25 639	25 263	24 848	Loans to and claims on customers	29 079	29 356	30 170	30 832	30 883
44	31	30	52	49	Financial derivatives	49	52	30	31	44
5 822	5 586	6 053	6 038	6 094	Certificates, bonds and shares available for sale	6 340	6 286	6 300	5 735	5 970
143	145	140	142	145	Investments in associated companies	145	142	140	145	143
591	591	591	640	640	Investments in subsidiaries	0	0	0	0	0
96	94	91	88	86	Deferred tax benefit	86	88	91	94	96
38	36	40	41	38	Fixed assets	243	240	227	209	175
111	80	146	147	137	Other assets	78	81	133	65	95
33 910	34 601	35 028	34 257	33 976	Total assets ⁹	37 217	37 466	38 429	38 624	38 287
LIABILITIES AND EQUITY CAPITAL										
311	308	594	314	324	Liabilities to credit institutions	328	318	599	313	312
24 578	25 534	25 810	25 788	25 522	Deposits from customers and liabilities to customers	25 046	25 327	25 377	25 129	24 152
3 517	3 117	2 884	2 508	2 414	Borrowings through the issuance of securities	6 082	6 199	6 679	7 476	8 266
40	29	32	40	41	Financial derivatives	110	76	57	58	68
278	264	633	353	382	Other liabilities	332	270	626	260	264
452	453	351	439	352	Fund bonds	352	439	351	453	452
29 176	29 705	30 304	29 441	29 034	Total liabilities	32 250	32 629	33 689	33 689	33 514
1 773	1 773	1 774	1 771	1 771	Paid-in equity capital	1 771	1 771	1 774	1 773	1 773
398	398	398	398	398	Hybrid capital	398	398	398	398	398
2 256	2 254	2 389	2 386	2 385	Accrued equity capital/retained earnings	2 385	2 386	2 389	2 254	2 256
307	471	164	261	388	Other equity capital	410	279	177	507	343
					Minority interest	3	3	3	3	3
4 734	4 896	4 724	4 816	4 942	Total equity capital	4 967	4 837	4 740	4 935	4 773
33 910	34 601	35 028	34 257	33 976	Total liabilities and equity capital	37 217	37 466	38 429	38 624	38 287

Mo i Rana, October 25th 2023

Bjørn Krane
Chairman of the board

Rolf Eigil Bygdnes
Deputy chairman of the board

Marianne Terese Steinmo

Siw Moxness

Audhild Bang Rande
regularly attending deputy member

Ann-Helen Baadstrand

Kenneth Normann
Employee representative

Solrun Johansen
Employee representative

Hanne Nordgaard
CEO

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Board of Directors of SpareBank 1 Helgeland

Bjørn Krane, Chair man

Rolf Eigil Bygdnes, Deputy Chair man

Marianne Terese Steinmo

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