



**HELGELAND**  
BOLIGKREDITT



Financial report  
First quarter 2023

**Helgeland Boligkreditt AS**

Accounts as of first quarter 2023.

**General information**

Helgeland Boligkreditt AS was established in November 2008 and is a fully owned subsidiary of SpareBank 1 Helgeland. The company is located at the bank's head office in Mo i Rana.

The company was licensed as a finance company in February 2009 and may issue bonds where the investors receive preferential rights in the company's cover pool. Security consists mainly of secured mortgages granted by SpareBank 1 Helgeland.

Helgeland Boligkreditt AS has no employees. There has been made a deal with SpareBank 1 Helgeland regarding the provision of services relating to loan servicing and operation of the company.

**Accounting standards**

The accounts have been prepared in accordance with international financial reporting standards (IFRS). All numerical quantities are given in thousands if not otherwise stated. Helgeland Boligkreditt AS is listed on the Oslo Stock Exchange as a bond issuer. The financial report has not been audited.

**Rating**

Covered Bonds issued by Helgeland Boligkreditt AS are rated 'Aaa' by Moody's.

**Profit first quarter and so far this year**

For the first quarter, the gross profit was MNOK 8.4 (13.1). This amounts to a decrease of MNOK 4.8 for the corresponding period last year. The decrease is mainly related to the decreased net interest by MNOK 5.6, increase in value change on financial investments of MNOK 0.5 and a decrease in operating costs of MNOK 0.3.

**Key figures per 31.03.23 (31.03.22)**

- Net interest MNOK 10.6 (16.1)
- Operation costs MNOK 2.1 (2.3)
- Return on equity 4.8 (6.8) %
- CET1 capital ratio 27.6 (19.8) %
- Cover pool ratio of fullness 26 (16) %
- Indexed LTV 50 (53) %
- Net profit MNOK 6.5 (10.1)

**Balance development**

Combined assets in Helgeland Boligkreditt AS constituted MNOK 5 337 as of 31.03.2023. This is a reduction of MNOK 2 056 compared to the same period last year.

**Cover pool**

By the end of the quarter the mortgage company had mortgages of MNOK 4 710 (6 714). 76.9 (75.4) % of the mortgages are lent to customers in the Helgeland region.

The lending has been reduced by MNOK 2 004 (483) or -29.9 (-6.7) % the past 12 months. All the mortgages have floating interest rates, and 12 (10) % of the lending volume are flexi loans. The lending portfolio is considered to be of good quality. Loans qualified for the cover pool amounts to MNOK 4 683 (6 668).

By the end of the quarter, Helgeland Boligkreditt AS had substitute assets of MNOK 380 that is included in the supplementary security and in The LCR calculation. In addition, Norwegian national guaranteed security of MNOK 150 and a municipality paper of MNOK 100 is included in the LCR calculation.

Purchase of loans in the parent bank are determined by the financing needs of the SBH group and how much of this is appropriate to cover through issuance of covered bonds.

**Funding**

The lending portfolio is funded by issuing covered bonds totaling MNOK 3 795 (5 766), as well as long term credit from SpareBank 1 Helgeland. Own holdings amount to MNOK 224.

The company's debt in finance institutions amounts to MNOK 962 (1 039) by the end of the quarter. The debt is related to credit lines in the parent bank.

The value of the cover pool is well above the volume of loans and there is good security in the portfolio. The cover pool capacity utilization (in relation to outstanding bonds) was 26 (16) %.

**Risk conditions and capital ratio**

Laws and regulations for companies licensed to issue covered bonds instruct that the risk levels should be low. The company has established guidelines and frames for governing and control of different forms of risk. There is a corporate agreement between Helgeland Boligkreditt AS and SpareBank 1 Helgeland that ensures and maintains frames, proxies, capital management, and risk conditions.

The Board of Directors considers the company's combined risk as low.

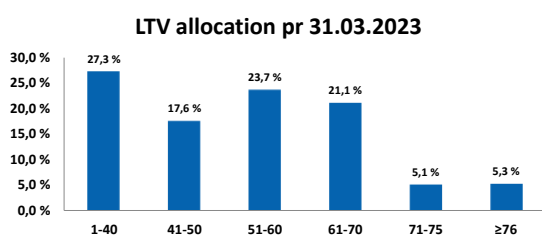
**Credit risk**

The company's credit strategy is approved by the Board of Directors and determines the framework for management objectives and risk profile.

Lending in the cover pool fulfils the requirements of the financial services act, and is secured by collateral in real estate within 75% of prudent market value. The company has had no individual write-downs or established losses. The Board of Directors considers the quality of the lending portfolio as very good.

A potential fall in housing prices will reduce the net value of the cover pool. Quarterly stress tests are therefore performed to calculate the effect of a potentially negative development in the housing prices. The Board of Directors considers the results of these stress tests as satisfactory. The credit risk in the lending portfolio is considered to be low.

LTV (Loan to value) was 50 (54) %. The diagram below shows the distribution of the LTVs for the mortgages in the cover pool.

**Liquidity risk**

Liquidity risk is the risk that the company will be unable to fulfil its payment obligations. The Board of Directors annually determines the frames for risk management in the company. This includes determining frames for management of liquidity risk, organization and responsibilities, stress tests, routines for monitoring the use of frames and compliance with guidelines, board- and management reporting as well as independent control of systems for governing and control.

By the end of the quarter the share of funding over 1 year was 97.1 (81.4) %. This is well above the target of 70 %. Average remaining maturity for covered bonds was 2.4 (2.2) years. Helgeland Boligkreditt AS has established committed credit lines with the parent bank that guarantees repayment of bond obligations over the next 12 months on a revolving basis. The company further seeks to reduce the liquidity risk in relation to larger loan maturities by repurchasing its own bonds. The company's liquidity risk is considered low.

**Operational risk**

The transfer- and service agreement between Helgeland Boligkreditt AS and SpareBank 1 Helgeland ensures and maintains the operational risk. The agreement covers i.a. administration, bank production and IT-management.

**Capital ratio**

The capital ratio per 31.03.23 was 27.6 (19.8) % and consists exclusively of a CET1 capital of MNOK 548. When calculating capital requirements, the standard method is used for credit risk and the basic method for operational risk. The company's core capital adequacy target is 15.5 % and total capital adequacy ratio exceeds 19.0 %.

**The prospects ahead**

The future for Helgeland boligkreditt AS and Helgeland, looks positive in the first place. Low unemployment, large infrastructure and industry projects and stable housing prices and turnover numbers is factors that substantiates this. There is however uncertainty related to the war in Ukraine and the macroeconomic situation, and if these aspects will have significant consequence for the company.

The housing market in Helgeland, especially in Mosjøen and Mo I Rana, can be characterized as well functioning. The prices on sold housing in Helgeland is stable, with corresponding season variation. In the first quarter, the prices decreased by 8.0 % on villas and increased by 7.9 % on apartments.

Unemployment has stabilized on a low level. For Helgeland, the unemployment is by the end of first quarter 1.1 % against 1.7 % nationally. The unemployment rate is expected to maintain on a low level.

The parent bank's entries in the Sparebank 1 group during 1<sup>st</sup> quarter 2021 has affected, and will still affect Helgeland Boligkreditt AS ahead, mainly in form of a gradual reduction of the balance. This as a consequence of that SpareBank 1 Helgeland gets access to long term funding through Sparebank 1 Boligkreditt AS. Helgeland Boligkreditt is expected to operate further with total assets of 3.3 bn.

Mo I Rana, April 28<sup>th</sup> 2023

Hanne Nordgaard  
*Chairman*

Anne Ekroll

Brit Sjøfting

Sten Ove Lisø  
*General Manager*

TABLE OF CONTENTS:	
PROFIT AND LOSS ACCOUNT .....	5
BALANCE SHEET .....	6
CHANGE IN EQUITY .....	7
CASH FLOW STATEMENT .....	8
NOTE 1. ACCOUNTING PRINCIPLES .....	9
NOTE 2. SEGMENT .....	9
NOTE 3. NET INTEREST INCOME .....	9
NOTE 4. OPERATING COSTS.....	9
NOTE 5. WRITE DOWNS ON LENDING .....	9
NOTE 6. GEOGRAPHICAL EXPOSURE OF LENDING PORTFOLIO.....	10
NOTE 7. LENDING.....	10
NOTE 8. GUARANTEES AND COMMITMENTS.....	13
NOTE 9. DOUBTFUL LOANS AND COMMITMENTS .....	13
NOTE 10. LENDING AND EXPECTED LOSS DIVIDED ON INDUSTRY .....	13
NOTE 11. LOANS TO AND CLAIMS ON CREDIT INSTITUTIONS.....	13
NOTE 12. LIABILITIES TO CREDIT INSTITUTIONS.....	14
NOTE 13. DERIVATIVES .....	14
NOTE 14. LIABILITIES THROUGH ISSUE OF SECURITIES .....	15
NOTE 15. CAPITAL ADEQUACY .....	16
NOTE 16. SHARE CAPITAL.....	16
NOTE 17. PROFIT PER SHARE .....	17
NOTE 18. TRANSACTIONS WITH RELATED PARTIES.....	17
NOTE 19. KEY FIGURES.....	18

## PROFIT AND LOSS

## PROFIT AND LOSS ACCOUNT

(amounts in NOK 1.000)	Notes	31.03.23	31.03.22	31.12.22
Interest income fom assets measured at amortized cost	3	57 688	41 541	183 013
Interest income fom assets measured at fair value	3	128	0	0
Interest payable and similar costs	3	47 233	25 393	136 692
<b>Net interest- and credit commission income</b>		<b>10 583</b>	<b>16 148</b>	<b>46 321</b>
Commissions receivable and income from banking services		2	2	6
<b>Net commission income</b>		<b>2</b>	<b>2</b>	<b>6</b>
Net value change gains/losses on financial assets		-245	-718	28
Operating costs	4	2 057	2 345	9 858
Impairment on loans and guarantees	5	-104	-95	-150
<b>Profit from ordinary operations</b>		<b>8 387</b>	<b>13 182</b>	<b>36 647</b>
<b>Gross profit</b>		<b>8 387</b>	<b>13 182</b>	<b>36 647</b>
Tax payable on ordinary result		1 899	3 058	8 352
<b>Net profit</b>		<b>6 488</b>	<b>10 124</b>	<b>28 295</b>
Result per share in NOK	17	12	19	52
Diluted result per share in NOK	17	12	19	52
<b>Extended income</b>				
<b>Net profit</b>		<b>6 488</b>	<b>10 124</b>	<b>28 295</b>
Net change financial assets held for sale		-24	0	388
<b>Total profit for the period</b>		<b>6 464</b>	<b>10 124</b>	<b>28 683</b>

## BALANCE SHEET

## BALANCE SHEET

(amounts in NOK 1.000)	Notes	31.03.23	31.03.22	31.12.22
<b>ASSETS</b>				
Loans to and claims on credit institutions	11	380 498	579 483	380 607
Loans to and claims on customers	6,7,8,9,10	4 708 764	6 713 026	5 159 270
Certificates and bonds		246 841	99 686	148 240
Other assets		535	672	292
<b>Total assets</b>		<b>5 336 638</b>	<b>7 392 867</b>	<b>5 688 409</b>
<b>LIABILITIES AND EQUITY</b>				
Liabilities to credit institutions	12	961 600	1 039 341	715 693
Borrowings through the issuance of securities	13,14	3 794 593	5 766 109	4 359 307
Financial derivatives		24 800	19 033	28 620
Other liabilities		1 148	10 227	8 074
<b>Total liabilities</b>		<b>4 782 141</b>	<b>6 834 710</b>	<b>5 111 694</b>
Paid-in equity	15,16,17	540 010	540 010	540 010
Accrued equity/retained earnings	17	14 486	18 147	8 022
<b>Total equity</b>		<b>554 497</b>	<b>558 157</b>	<b>548 032</b>
<b>Total liabilities and equity</b>		<b>5 336 638</b>	<b>7 392 867</b>	<b>5 659 726</b>

Mo i Rana, April 28<sup>th</sup> 2023Hanne Nordgaard  
Chairman

Anne Ekroll

Brit Søfting

Sten Ove Lisø  
General Manager

## CHANGE IN EQUITY

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	Share capital	Premium fund	Other equity	Total
Equity 01.01.22	540 000	10	63 571	603 581
Unrealized gains fund				0
Dividend			-55 549	-55 549
Profit			28 683	28 683
<b>Equity 31.12.22</b>	<b>540 000</b>	<b>10</b>	<b>36 705</b>	<b>576 715</b>

	Share capital	Premium fund	Other equity	Total
Equity 01.01.23	540 000	10	36 705	576 715
Unrealized gains fund				0
Dividend			-28 683	-28 683
Profit			6 464	6 464
<b>Equity 31.03.23</b>	<b>540 000</b>	<b>10</b>	<b>14 487</b>	<b>554 497</b>



## CASH FLOW STATEMENT

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	<b>31.03.23</b>	<b>31.03.22</b>	<b>31.12.22</b>
Lending to customers	450 611	322 912	1 876 723
Interest income lending to customers	55 986	41 290	181 010
Deposits from customers	245 908	9 756	-313 892
Interest cost deposit from customers	-8 669	-4 844	-26 174
Sertificates and bonds	-100 000	0	-50 000
Comission income	2	2	6
Payments relating to operations	-2 057	-2 345	-9 858
Paid tax	-8 200	-9 611	-19 222
Other cutoffs	-185	1 301	10 037
<b>A Net liquidity change from operating activities</b>	<b>633 396</b>	<b>358 461</b>	<b>1 648 630</b>
Long-term investments in shares	0	0	0
Income sale of long-term investments in shares	0	0	0
Dividend from long-term investments in shares	0	0	0
<b>B Liquidity change from financial activities</b>	<b>0</b>	<b>0</b>	<b>0</b>
New borrowing through issuance of securities	1 266 000	240 000	901 000
Repayments - issued securities	-1 833 000	-523 000	-2 584 000
Interest payments borrowing through issuance of securities	-38 210	-20 248	-109 293
Dividend to share owners	-28 295	-55 549	-55 549
<b>C Net liquidity change financing</b>	<b>-633 505</b>	<b>-358 797</b>	<b>-1 847 842</b>
<b>A+B+C Net liquidity change in the period</b>	<b>-109</b>	<b>-336</b>	<b>-199 212</b>
Liquid funds at the start of the period	380 607	579 819	579 819
Liquid funds at the end of the period	380 498	579 483	380 607
Liquid funds specified	<b>-109</b>	<b>-336</b>	<b>-199 212</b>
Balances with credit institutions without notice periods	380 498	579 483	380 607

## NOTES

## NOTE 1. ACCOUNTING PRINCIPLES

The interim financial statements have been reported in accordance with IFRS and have not been audited. The accounting principles are described in the annual accounts for 2022. Interim report complies with IAS 34 and has not been audited.

## NOTE 2. SEGMENT

The company's operations include just only one strategic area of business, which is organised and managed as one unit. The company's business area is the customer retail market. Lending to corporate retail market is limited to mortgaged loans to sole proprietorships and is a small share of total lending. The geographical segment is mainly the region of Helgeland.

## NOTE 3. NET INTEREST INCOME

	31.03.23	31.03.22	31.12.22
Interest income of lending to and claims on credit institutions	1 702	251	2 003
Interest income of lending to and claims on customers	55 986	41 290	181 010
Other interest income	128	0	0
<b>Total interest income</b>	<b>57 816</b>	<b>41 541</b>	<b>183 013</b>
Interest expense on liabilities to credit institutions	8 669	4 844	26 174
Interest expense on issued securities	38 210	20 249	109 293
Other interest expenses	354	300	1 225
<b>Total interest expenses</b>	<b>47 233</b>	<b>25 393</b>	<b>136 692</b>
<b>Net interest income</b>	<b>10 583</b>	<b>16 148</b>	<b>46 321</b>

## NOTE 4. OPERATING COSTS

	31.03.23	31.03.22	31.12.22
Management fee and wage general manager	1 490	1 963	7 162
Other administration costs	0	0	37
<b>Total wages and administration costs</b>	<b>1 490</b>	<b>1 963</b>	<b>7 199</b>
Other operating costs	567	382	2 659
<b>Total operating costs</b>	<b>2 057</b>	<b>2 345</b>	<b>9 858</b>

## NOTE 5. WRITE DOWNS ON LENDING

Losses on loans	31.03.23	31.03.22	31.12.22
Periodic change in write-downs step 1-3	-104	-95	-150
Periodic losses on loans covered by previous write-downs	0	0	0
<b>Periodic losses on loans not covered by previous write-downs</b>	<b>0</b>	<b>0</b>	<b>0</b>
Periodic entrance of former confirmed losses	0	0	0
<b>Write-downs on commitments etc.</b>	<b>-104</b>	<b>-95</b>	<b>-150</b>

## NOTES

## NOTE 6. GEOGRAPHICAL EXPOSURE OF LENDING PORTFOLIO

<b>Geographical exposure of lending portfolio</b>	<b>31.03.23</b>	<b>%</b>	<b>31.03.22</b>	<b>%</b>
Helgeland	3 622 762	76.9 %	5 060 832	75.4 %
Areas other than Helgeland	1 074 408	22.8 %	1 620 652	24.1 %
International1)	12 898	0.3 %	33 007	0.5 %
<b>Total</b>	<b>4 710 068</b>	<b>100 %</b>	<b>6 714 491</b>	<b>100 %</b>

## NOTE 7. LENDING

Expected losses for all accounts are calculated. 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 parent bank 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.

## NOTES

<b>31.03.23</b>	<b>Step 1</b>	<b>Step 2</b>	<b>Step 3</b>	
<b>Gross lending</b>	<b>Expected loss over 12 months</b>	<b>Expected loss over the instruments life time</b>	<b>Expected loss over the instruments life time</b>	<b>Total</b>
<b>Gross lending pr. 01.01.23</b>	<b>4 928 714</b>	<b>231 209</b>	<b>755</b>	<b>5 160 679</b>
New loans / credits	0	0	0	0
Transfers from step 1 to step 2	-39 730	39 411	0	-319
Transfers from step 1 to step 3	0	0	0	0
Transfers from step 2 to step 3	0	0	0	0
Transfers from step 3 to step 2	0	0	0	0
Transfers from step 3 to step 3	0	0	0	0
Transfers from step 2 to step 1	44 160	-44 454	0	-294
Reduced portfolio	-279 401	-18 236	0	-297 637
Other adjustments	0	0	0	0
Other adjustments	-150 975	-1 381	-4	-152 361
<b>Gross lending pr. 31.03.23</b>	<b>4 502 766</b>	<b>206 550</b>	<b>751</b>	<b>4 710 068</b>
Unused drafts, guarantees etc.	363 132	1 323	-	364 455

Transition between steps includes changes in lending from the beginning to the end of the period.

<b>31.03.22</b>	<b>Step 1</b>	<b>Step 2</b>	<b>Step 3</b>	
<b>Gross lending</b>	<b>Expected loss over 12 months</b>	<b>Expected loss over the instruments life time</b>	<b>Expected loss over the instruments life time</b>	<b>Total</b>
<b>Gross lending pr. 01.01.22</b>	<b>6 565 793</b>	<b>471 274</b>	<b>336</b>	<b>7 037 403</b>
New loans / credits	288 022	3 019	871	291 911
Transfers from step 1 to step 2	-126 687	125 771	0	-917
Transfers from step 1 to step 3	0	0	0	0
Transfers from step 2 to step 3	0	0	0	0
Transfers from step 3 to step 2	0	0	0	0
Transfers from step 3 to step 3	0	0	0	0
Transfers from step 2 to step 1	171 044	-174 999	0	-3 955
Reduced portfolio	-472 828	-57 373	0	-530 201
Other adjustments	0	0	0	0
Other adjustments	-77 461	-2 289	-1	-79 751
<b>Gross lending pr. 31.03.22</b>	<b>6 347 882</b>	<b>365 403</b>	<b>1 206</b>	<b>6 714 491</b>
Unused drafts, guarantees etc.	366 919	6 687	-	373 607

Transition between steps includes changes in lending from the beginning to the end of the period.

## NOTES

	Step 1	Step 2	Step 3	
<b>31.03.23</b>				
Loss deduction	Expected loss over 12 months	Expected loss over the instruments life time	Expected loss over the instruments life time	Total
<b>Loss deduction pr. 01.01.23</b>	<b>389</b>	<b>984</b>	<b>37</b>	<b>1 410</b>
New loans / credits	0	0	0	0
Transfers from step 1 to step 2	-8	155	0	147
Transfers from step 1 to step 3	0	0	0	0
Transfers from step 2 to step 3	0	0	0	0
Transfers from step 3 to step 2	0	0	0	0
Transfers from step 3 to step 3	0	0	0	0
Transfers from step 2 to step 1	13	-168	0	-156
Reduced portfolio	-26	-39	0	-65
Other adjustments	-83	62	-11	-32
<b>Loss deduction pr. 31.03.23</b>	<b>285</b>	<b>993</b>	<b>26</b>	<b>1 304</b>

	Step 1	Step 2	Step 3	
<b>31.03.22</b>				
Loss deduction	Expected loss over 12 months	Expected loss over the instruments life time	Expected loss over the instruments life time	Total
<b>Loss deduction pr. 01.01.22</b>	<b>413</b>	<b>1 140</b>	<b>8</b>	<b>1 561</b>
New loans / credits	21	4	20	46
Transfers from step 1 to step 2	-17	520	0	503
Transfers from step 1 to step 3	0	0	0	0
Transfers from step 2 to step 3	0	0	0	0
Transfers from step 3 to step 2	0	0	0	0
Transfers from step 3 to step 3	0	0	0	0
Transfers from step 2 to step 1	17	-342	0	-325
Reduced portfolio	-32	-174	0	-207
Other adjustments	-9	-105	0	-113
<b>Loss deduction pr. 31.03.22</b>	<b>394</b>	<b>1 044</b>	<b>28</b>	<b>1 465</b>

Lending	31.03.23	31.03.22	31.12.22
Lending to customers	4 701 495	6 707 840	5 151 773
Accrued interests	8 573	6 651	8 906
<b>Gross lending to customers</b>	<b>4 710 068</b>	<b>6 714 491</b>	<b>5 160 679</b>
Individual write-downs	0	0	0
Lending to customers after individual write-downs	4 710 068	6 714 491	5 160 679
Write down	-1 304	-1 465	-1 410
<b>Lending to and claims on customers, to amortized cost</b>	<b>4 708 764</b>	<b>6 713 026</b>	<b>5 159 269</b>

## NOTES

## NOTE 8. GUARANTEES AND COMMITMENTS

<b>Unutilised credit and guarantees</b>	<b>31.03.23</b>	<b>31.03.22</b>	<b>31.12.22</b>
Unutilised credit	364 455	373 607	370 257
Guarantees	0	0	0
<b>Total conditional liabilities</b>	<b>364 455</b>	<b>373 607</b>	<b>370 257</b>

## NOTE 9. DOUBTFUL LOANS AND COMMITMENTS

	<b>31.03.23</b>	<b>31.03.22</b>	<b>31.12.22</b>
Defaulted commitments over 90 days	0	0	0
Step 3 write-downs	0	0	0
<b>Net defaulted commitments</b>	<b>0</b>	<b>0</b>	<b>0</b>
Other non-performing and impaired commitments and guara., not in default <sup>14</sup>	751	1 206	755
Step 3 write-downs	-26	-28	-37
<b>Total non-performing and impaired commitments and guara., not in default</b>	<b>725</b>	<b>1 178</b>	<b>718</b>

## NOTE 10. LENDING AND EXPECTED LOSS DIVIDED ON INDUSTRY

	<b>31.03.23</b>							
	<b>Lending to amortized cost and fair value</b>							
	<b>Gross lending</b>		<b>Expected loss</b>			<b>Individual write downs</b>	<b>Gross lending</b>	<b>Net lending</b>
	<b>Amortized cost</b>	<b>(FVOCI)</b>	<b>Step 1</b>	<b>Step 2</b>	<b>Step 3</b>	<b>Fair value</b>	<b>Fair value</b>	<b>Total</b>
Total corporate market	82 975	0	-11	-6	0	0	0	82 958
Total retail market	203 412	4 423 681	-275	-987	-26	0	0	4 625 806
<b>Total</b>	<b>286 387</b>	<b>4 423 681</b>	<b>-285</b>	<b>-993</b>	<b>-26</b>	<b>0</b>	<b>0</b>	<b>4 708 764</b>
Expected loss off balance RM			0	-3	0	0	0	
Expected loss off balance CM			0	0	0	0	0	

	<b>31.03.22</b>							
	<b>Lending to amortized cost and fair value</b>							
	<b>Gross lending</b>		<b>Expected loss</b>			<b>Individual write downs</b>	<b>Gross lending</b>	<b>Net lending</b>
	<b>Amortized cost</b>	<b>(FVOCI)</b>	<b>Step 1</b>	<b>Step 2</b>	<b>Step 3</b>	<b>Fair value (FVOCI)</b>	<b>Fair value (FVOCI)</b>	<b>Total</b>
Total corporate market	111 833		-30	-20	0			111 783
Total retail market	283 633	6 315 243	-364	-1 023	-28		3 782	6 601 243
<b>Total</b>	<b>395 465</b>	<b>6 315 243</b>	<b>-394</b>	<b>-1 043</b>	<b>-28</b>	<b>0</b>	<b>3 782</b>	<b>6 713 026</b>
Expected loss off balance RM			-6	-3	0	0	0	
Expected loss off balance CM			0	0	0	0	0	

## NOTE 11. LOANS TO AND CLAIMS ON CREDIT INSTITUTIONS

	<b>31.03.23</b>	<b>31.03.22</b>	<b>31.12.22</b>
Liabilities to credit institutions without agreed maturity	380 498	579 483	380 607
<b>Total lending to and claims on credit institutions</b>	<b>380 498</b>	<b>579 483</b>	<b>380 607</b>
Total exposure at Helgeland in %	100 %	100 %	100 %

## NOTES

## NOTE 12. LIABILITIES TO CREDIT INSTITUTIONS

	31.03.23	31.03.22	31.12.22
Without agreed maturity	961 600	1 039 341	715 692
<b>Total liabilities to credit institutions</b>	<b>961 600</b>	<b>1 039 341</b>	<b>715 692</b>

The debt is entirely related to the parent bank Helgeland Sparebank  
The Company has a credit facility (maturing > one year) of 1 500 million. As of 31/03/23 the idle frame was 538 million.  
In addition, the company has an unused credit facility of 1,500 million (with maturities > one year) intended to cover payment obligations in the cover for a rolling 12-month period.

## NOTE 13. DERIVATIVES

	31.03.23		
	Nominal value	Market value	
	Total	Assets	Commitments
Inerest rate swaps- fixed interest rate loans	0	0	0
Interest rate swaps- bank deposits with share Yield	0	0	0
<b>Total financial derivatives</b>	<b>0</b>	<b>0</b>	<b>0</b>
Interest rate swaps – fixed interest rate with hedging	300 000	0	24 800
<b>Total financial derivates with hedging</b>	<b>300 000</b>	<b>0</b>	<b>24 800</b>

	31.03.22		
	Nominal value	Market value	
	Total	Assets	Commitments
Inerest rate swaps- fixed interest rate loans	0	0	0
Interest rate swaps- bank deposits with share Yield	0	0	0
<b>Total financial derivatives</b>	<b>0</b>	<b>0</b>	<b>0</b>
Interest rate swaps – fixed interest rate with hedging	300 000	0	19 033
<b>Total financial derivates with hedging</b>	<b>300 000</b>	<b>0</b>	<b>19 033</b>

## NOTES

## NOTE 14. LIABILITIES THROUGH ISSUE OF SECURITIES

Liabilities through issuance of securities are valued at amortized cost.

ISIN code	Currency	Par value	Own hold.		Interest	Admission	Maturity	Soft call	31.03.23
NO0010819568	NOK	55 000		Flytende	3 mnd.Nibor+0,40	2018	2023	2024	53 391
NO0010826415	NOK	500 000	224 000	Flytende	3 mnd.Nibor+0,47	2018	2023	2024	274 317
NO0010831290	NOK	179 000		Flytende	3 mnd.Nibor+0,42	2018	2024	2025	176 924
NO0010839434	NOK	500 000		Flytende	3 mnd.Nibor+0,55	2018	2024	2025	498 369
NO0010847080	NOK	500 000		Flytende	3 mnd.Nibor+0,48	2019	2024	2025	498 675
NO0010859986	NOK	500 000		Flytende	3 mnd.Nibor+0,40	2019	2025	2026	498 412
NO0010865652	NOK	500 000		Flytende	3 mnd.Nibor+0,43	2019	2025	2026	500 048
NO0010867864	NOK	300 000		Fast	2.22 %	2019	2029	2030	298 037
NO0012852658	NOK	500 000		Flytende	3 mnd.Nibor+0,60	2023	2028	2029	498 159
NO0011117186	NOK	500 000		Flytende	3 mnd.Nibor+0,18	2021	2025	2026	498 261
<b>Total listed covered bonds</b>									<b>3 794 593</b>

All loans have soft call one year before maturity.

ISIN code	Currency	Par value	Own hold.		Interest	Admission	Maturity	Soft call	31.03.22
NO0010769920	NOK	260 000		Flytende	3 mnd.Nibor+0,78	2016	2022	2023	266 682
NO0010785843	NOK	500 000		Flytende	3 mnd.Nibor+0,64	2017	2023	2024	506 774
NO0010804008	NOK	500 000	283 000	Flytende	3 mnd.Nibor+0,45	2017	2022	2023	223 635
NO0010819568	NOK	500 000		Flytende	3 mnd.Nibor+0,40	2018	2023	2024	506 519
NO0010826415	NOK	500 000		Flytende	3 mnd.Nibor+0,47	2018	2023	2024	506 489
NO0010831290	NOK	500 000		Flytende	3 mnd.Nibor+0,42	2018	2024	2025	506 018
NO0010839434	NOK	500 000		Flytende	3 mnd.Nibor+0,55	2018	2024	2025	506 666
NO0010847080	NOK	500 000		Flytende	3 mnd.Nibor+0,48	2019	2024	2025	507 134
NO0010859986	NOK	500 000		Flytende	3 mnd.Nibor+0,40	2019	2025	2026	506 697
NO0010865652	NOK	500 000		Flytende	3 mnd.Nibor+0,43	2019	2025	2026	410 067
NO0010867864	NOK	300 000		Fast	2.22 %	2019	2029	2030	306 263
NO0010935471	NOK	500 000		Flytende	3 mnd.Nibor+0,30	2021	2022	2023	506 683
NO0011117186	NOK	500 000		Flytende	3 mnd.Nibor+0,18	2021	2025	2026	506 482
<b>Total listed covered bonds</b>									<b>5 766 109</b>

All loans have soft call one year before maturity.

	31.03.23	31.03.22
Listed bonds (nominal value)	3 810 000	5 777 000
Own holdings	224 000	283 000
<b>Listed bonds with own holdings included</b>	<b>4 034 000</b>	<b>6 060 000</b>
Loans secured by property	4 683 094	6 668 219
Claims that constitutes cover pool (inc. Interests)	380 498	379 483
<b>Total cover pool</b>	<b>5 063 592</b>	<b>7 047 702</b>
Cover pool capacity utilization	1 029 592	987 702
Cover pool capacity utilization %	26 %	16 %

Collateral assembly is defined in the Financial Institutions Act § 11.8.

\*) Loans that are not qualified are not included in eligible collateral



## NOTES

## NOTE 15. CAPITAL ADEQUACY

	31.03.23	31.03.22	31.12.22
Total paid-in capital	540 010	540 010	540 010
Total accrued equity capital/retained earnings	14 486	19 026	36 705
Additional	0	0	0
Deduction	-7 010	-11 403	-29 131
<b>Total core capital</b>	<b>547 486</b>	<b>547 633</b>	<b>547 584</b>
Total net supplementary capital	0	0	0
<b>Total net equity and related capital</b>	<b>547 486</b>	<b>547 633</b>	<b>547 584</b>
Weighted asset calculation basis	1 980 825	2 761 541	2 130 004
Capital adequacy ratio	27.64 %	19.83 %	25.71 %
Of which core capital accounted for	27.64 %	19.83 %	25.71 %
	<b>31.03.23</b>	<b>31.03.22</b>	<b>31.12.22</b>
States and central banks	0	0	0
Local and regional authorities (including municipalities)	0	0	0
Publicly owned enterprises	0	0	0
Institutions	86 013	115 897	76 027
Enterprises	0	0	0
Mass market loans	81 044	129 450	85 128
Loans secured by real property	1 667 183	2 343 594	1 822 748
Loans overdue	723	1 607	717
Other loans and commitments	531	672	365
<b>Capital requirement credit risk</b>	<b>1 835 494</b>	<b>2 591 220</b>	<b>1 984 985</b>
Capital requirement operational risk	141 416	166 554	141 416
Other deductions/additions to capital requirement	3 915	3 767	3 603
<b>Total capital requirement</b>	<b>1 980 825</b>	<b>2 761 541</b>	<b>2 130 004</b>

## NOTE 16. SHARE CAPITAL

The share capital is 540 MNOK. The shares have a face value of NOK 1 000, and SpareBank 1 Helgeland owns all the shares.

## NOTES

## NOTE 17. PROFIT PER SHARE

	31.03.23	31.03.22	31.12.22
Profit so far this year	6 488	10 124	28 295
Number of shares	540 000	540 000	540 000
Result per share in NOK	12	19	52
Diluted result per share in NOK	12	19	52

## NOTE 18. TRANSACTIONS WITH RELATED PARTIES

The information is provided regarding to IAS 24 concerning the disclosure of related parties. Helgeland Boligkreditt AS is a wholly owned subsidiary of SpareBank 1 Helgeland and is defined as a related party regarding the accounting standard. Transactions between the company and the parent bank are made in accordance with regular business conditions and principles. Office support and management of the loans are mainly bought services from SpareBank 1 Helgeland. It has been agreed upon an operation agreement between the companies.

	31.03.23	31.03.22	31.12.22
<b>Profit and loss account</b>			
Interest income and similar income	1 702	251	2 003
Interest expense and similar expense	8 669	4 844	26 174
Management fee	1 490	1 963	7 162
<b>Balance sheet</b>			
Lending and claims on credit institutions	380 498	579 483	380 607
Liabilities to credit institutions	961 600	1 039 341	715 693
Liabilities from issue of securities	0	0	0

## NOTES

## NOTE 19. KEY FIGURES

	31.03.23	31.03.22	31.12.22
<b>Profit &amp; Loss Account</b>			
Net profit (NOK 1.000)	6 488	10 124	28 295
Net interest as a % of average assets	0.79 %	0.87 %	0.69 %
Operation cost as a % of income	19.4 %	14.5 %	21.3 %
<u>Net profit as a % of average assets</u>	<u>0.48 %</u>	<u>0.54 %</u>	<u>0.42 %</u>
<b>Balance sheet</b>			
Gross lending (NOK 1.000)	4 710 068	6 714 491	5 160 679
Collective write-downs as a % of lending	0.0 %	0.0 %	0.0 %
12 months growth in customer lending	-29.9 %	-6.7 %	-26.7 %
Total assets (NOK 1.000 kr)	5 336 638	7 392 867	5 688 409
<u>Average total assets</u>	<u>5 432 731</u>	<u>7 534 883</u>	<u>6 671 931</u>
<b>Solidity</b>			
Rate of return on equity capital	4.8 %	6.8 %	5.0 %
Core tier one Capital (NOK 1.000)	547 486	547 633	547 584
Core tier one Capital ratio	27.6 %	19.8 %	25.7 %
<u>LR (Leverage Ratio)</u>	<u>9.9 %</u>	<u>7.2 %</u>	<u>9.3 %</u>
<b>Information on lending portfolio</b>			
Surplus value of cover pool (NOK 1.000)	1 029 592	987 702	1 089 464
Surplus value of cover pool (%)	26 %	16 %	25 %
Indexed LTV	50 %	53 %	50 %
Propotion of variable-rate loans	100 %	100 %	100 %
Propotion of flexible mortgages*)	12 %	10 %	11 %
Average loan value (NOK 1.000)	1 089	1 150	1 108
Number of loans	4 318	5 824	4 646
Remaining maturity - weighted average (year)	19.3	20.3	19.2
<u>Seasoning - weighted average (year)</u>	<u>4.3</u>	<u>3.4</u>	<u>4.1</u>

\*) Calculated from the drawn amount

## **Elected representatives and senior management in Helgeland Boligkreditt AS**

### **The General Meeting:**

SpareBank 1 Helgeland v/CEO Hanne Nordgaard

### **Board of Directors:**

Hanne Nordgaard, Chairman

Anne Ekroll

Brit Sjøfting

### **Contact information**

#### **SpareBank 1 Helgeland**

Address: PO Box 68, N-8601 Mo i Rana

Organization no.: 937 904 029

[www.sbh.no](http://www.sbh.no)

#### **Helgeland Boligkreditt AS**

Address: PO Box 68, N-8601 Mo i Rana

Organization no.: 993 359 696

[www.sbh.no](http://www.sbh.no)

### **Investor Relations**

Anne Ekroll, CFO, telephone +47 913 36 452

### **Other sources:**

#### **Annual reports:**

Helgeland Boligkreditt AS is part of the SpareBank 1 Helgeland group. Annual reports are available under investor relations information at [www.SBH.no](http://www.SBH.no)

#### **Interim reports**

Quarterly reports are available at [www.sbh.no](http://www.sbh.no)