

First half year and
second quarter 2022

Helgeland Boligkreditt AS

Accounts as of first half year and second quarter 2022.

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

Gross profit was MNOK 21.4 (34.8). This is MNOK 13.3 lower than the same period last year and is mainly related to a decrease of the net interest of MNOK 14.6. Net profit was MNOK 16.5 (26.7) which gives a return on equity of 6.8 (9.3) %.

For the quarter, the gross profit was MNOK 8.2 (16.1). This amounts to a decrease of MNOK 7.9 for the corresponding period last year. The decrease is mainly related to the decreased net interest by MNOK 8.5.

Key figures per 30.06.22 (30.06.21)

- Net interest MNOK 28.2 (42.8)
- Operation costs MNOK 6.0 (6.5)
- Return on equity 5.7 (9.1) %
- CET1 capital ratio 22.1 (20.8) %
- Cover pool ratio of fullness 24 (15) %
- Indexed LTV 50 (52) %
- Net profit MNOK 21.4 (34.8)

Key figures second quarter

- Net interest MNOK 12.1 (20.6)
- Operation costs MNOK 3.7 (4.0)
- Gross profit MNOK 8.2 (16.1)

- Annualized net ROE 4.5 (8.5) %

Balance development

Combined assets in Helgeland Boligkreditt AS constituted MNOK 6 622 as of 30.06.2022. This is a reduction of MNOK 493 compared to the same period last year.

Cover pool

By the end of the quarter the mortgage company had mortgages of MNOK 5 946 (6 428). 75.4 (77.0) % of the mortgages are lent to customers in the Helgeland region.

The lending has been reduced by MNOK 482 (1 236) or -7.5 (-16.3) % the past 12 months. All the mortgages have floating interest rates, and 11 (11) % 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 5 916 (6 403).

By the end of the quarter, Helgeland Boligkreditt AS had substitute assets of MNOK 579 as per 30.06.22 whereof MNOK 376 is included in the supplementary security. Norwegian national guaranteed security of MNOK 100 and the remaining MNOK 200 of the substitute assets are 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 4 857 (5 815), as well as long term credit from SpareBank 1 Helgeland. Own holdings amount to MNOK 183.

The company's debt in finance institutions amounts to MNOK 1 173 (711) 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 24 (15) %.

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.

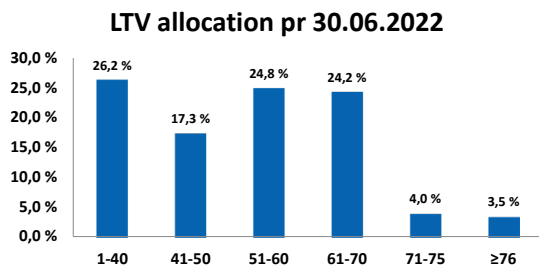
Credit risk

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 (52) %. 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 86.1 (81.2) %. This is well above the target of 70 %. Average remaining maturity for covered bonds was 2.2 (2.4) 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 30.06.22 was 22.1 (20.8) % 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 13.0 % and total capital adequacy ratio exceeds 16.5 %.

The prospects ahead

The future for Helgeland boligkreditt AS and Helgeland, looks positive. Low unemployment, large infrastructure and industry projects, rising housing prices and stable turnover numbers is factors that substantiates this. The Board sees no special relations that insinuates that this development will change significantly during 2022.

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 increased by 6.0 % on villas and 4.3 % on apartments.

Unemployment has stabilized on a low level. For Helgeland, the unemployment is by the end of first quarter 1.0 % against 1.6 % nationally. The unemployment rate is expected to maintain on a low level.

The parent bank's entries in the Sparebank 1 group during 1st 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.

The Board considers the company to have a solid cover pool and that Helgeland Boligkreditt AS still will deliver stable results.

Mosjøen, august 12th 2022

Hanne Nordgaard
Chairman

Sverre Klausen

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	30.06.22	30.06.21	Q2/22	Q2/21	31.12.21
Interest income fom assets measured at amortized cost	3	83 831	76 060	42 290	36 863	152 370
Interest income fom assets measured at fair value	3		0	0	-212	1 213
Interest payable and similar costs	3	55 605	33 278	30 212	16 049	68 992
Net interest- and credit commission income		28 225	42 782	12 077	20 602	84 591
Commissions receivable and income from banking services		4	3	2	2	7
Net commission income		4	3	2	2	7
Net value change gains/losses on financial assets		-1 114	-1 814	-396	-575	-2 498
Operating costs	4	6 029	6 524	3 684	3 990	11 207
Impairment on loans and guarantees	5	-342	-306	-247	-81	-326
Profit from ordinary operations		21 428	34 752	8 246	16 119	71 218
Gross profit		21 428	34 752	8 246	16 119	71 218
Tax payable on ordinary result		4 959	8 045	1 901	3 673	15 669
Net profit		16 469	26 707	6 345	12 446	55 549
Result per share in NOK	17	30	49			103
Diluted result per share in NOK	17	30	49			103

BALANCE SHEET

BALANCE SHEET

(amounts in NOK 1.000)	Notes	30.06.22	30.06.21	31.12.21
ASSETS				
Loans to and claims on credit institutions	11	576 957	481 288	579 819
Loans to and claims on customers	6,7,8,9,10	5 944 990	6 426 605	7 035 841
Certificates and bonds		99 659	200 355	99 821
Financial derivatives		0	6 854	
Other assets		652		407
Total assets		6 622 258	7 115 102	7 715 888
LIABILITIES AND EQUITY				
Liabilities to credit institutions	12	1 172 680	710 948	1 029 585
Borrowings through the issuance of securities	13,14	4 856 712	5 814 888	6 063 576
Finansielle derivater		26 559		2 699
Other liabilities		1 806	14 527	16 447
Total liabilities		6 057 757	6 540 363	7 112 307
Paid-in equity	15,16,17	540 010	540 010	540 010
Accrued equity/retained earnings	17	24 491	34 729	63 571
Total equity		564 501	574 739	603 581
Total liabilities and equity		6 622 258	7 115 102	7 715 888

Mosjøen, august 12th 2022

Hanne Nordgaard
Chairman

Sverre Klausen

Brit Søfting

Sten Ove Lisø
General Manager

CHANGE IN EQUITY

CHANGE IN EQUITY

	Share capital	Premium fund	Other equity	Total
Equity 01.01.21	540 000	10	76 159	616 169
Unrealized gains fund				0
Dividend			-68 136	-68 136
Profit			55 549	55 549
Equity 31.12.21	540 000	10	63 571	603 581

	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			16 469	16 469
Equity 30.06.22	540 000	10	24 491	564 501

CASH FLOW STATEMENT

CASH FLOW STATEMENT

	30.06.22	30.06.21	31.12.21
Lending to customers	1 091 192	804 132	194 915
Interest income lending to customers	83 293	75 265	151 541
Deposits from customers	143 096	-200 919	117 718
Interest cost deposit from customers	-10 282	-5 068	-11 946
Sertificates and bonds	0	-100 000	0
Comission income	4	3	7
Payments relating to operations	-6 029	-6 524	-11 207
Paid tax	-19 222	-14 946	-14 946
Other cutoffs	-1 599	17	-1 543
A Net liquidity change from operating activities	1 280 452	551 959	424 539
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 Liquidity change from financial activities	0	0	0
New borrowing through issuance of securities	523 000	1 115 000	2 734 000
Repayments - issued securities	-1 706 000	-1 473 000	-2 838 000
Interest payments borrowing through issuance of securities	-44 765	-27 547	-55 595
Dividend to share owners	-55 549	-68 136	-68 136
C Net liquidity change financing	-1 283 314	-453 683	-227 732
A+B+C Net liquidity change in the period	-2 862	98 276	196 807
Liquid funds at the start of the period	579 819	383 012	383 012
Liquid funds at the end of the period	576 957	481 288	579 819
Liquid funds specified	-2 862	98 276	196 807
Balances with credit institutions without notice periods	576 957	481 288	579 819

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 2021. 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

	30.06.22	30.06.21	Q2/22	Q2/21	31.12.21
Interest income of lending to and claims on credit institutions	539	379	288	191	829
Interest income of lending to and claims on customers	83 292	75 265	42 002	36 256	151 541
Other interest income		416	0	204	1 213
Total interest income	83 831	76 060	42 290	36 651	153 583
Interest expense on liabilities to credit institutions	10 282	5 068	5 438	2 188	11 946
Interest expense on issued securities	44 699	28 210	24 450	13 861	55 595
Other interest expenses	625	0	325	0	1 451
Total interest expenses	55 606	33 278	30 213	16 049	68 992
Net interest income	28 225	42 782	12 077	20 602	84 591

NOTE 4. OPERATING COSTS

	30.06.22	30.06.21	Q2/22	Q2/21	31.12.21
Management fee and wage general manager	3 812	4 024	1 849	2 096	8 182
Other administration costs	28	30	28	30	35
Total wages and administration costs	3 840	4 054	1 877	2 126	8 217
Other operating costs	2 189	2 470	1 807	1 864	2 990
Total operating costs	6 029	6 524	3 684	3 990	11 207

NOTE 5. WRITE DOWNS ON LENDING

Losses on loans	30.06.22	30.06.21	31.12.21
Periodic change in write-downs step 1-3	-342	-306	-326
Periodic losses on loans covered by previous write-downs	0	0	0
Periodic losses on loans not covered by previous write-downs	0	0	0
Periodic entrance of former confirmed losses	0	0	0
Write-downs on commitments etc.	-342	-306	-326

NOTES

NOTE 6. GEOGRAPHICAL EXPOSURE OF LENDING PORTFOLIO

Geographical exposure of lending portfolio	30.06.22	%	30.06.21	%
Helgeland	4 485 598	75.4 %	4 950 995	77.0 %
Areas other than Helgeland	1 444 356	24.3 %	1 460 237	22.7 %
International ¹⁾	16 257	0.3 %	16 954	0.3 %
Total	5 946 211	100 %	6 428 186	100 %

1) Customers resident abroad, Helgeland Boligkreditt AS has customer's property in Norway mortgaged.

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 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.

As a consequence of the corona pandemic, the company has made changes related to the loss model. The changes have mainly been related to an increase in PD in the model calculations. Helgeland Boligkreditt has security in real estate, and the real estate prices is expected to be relatively stable in Helgeland. The change in the model has little effect on the write-downs in lending.

NOTES

30.06.22	Step 1	Step 2	Step 3	
Gross lending	Expected loss over 12 months	Expected loss over the instruments life time	Expected loss over the instruments life time	Total
Gross lending pr. 01.01.22	6 565 793	471 274	336	7 037 403
New loans / credits	253 925	4 955	865	259 745
Transfers from step 1 to step 2	-171 615	169 022	0	-2 593
Transfers from step 1 to step 3	-5 274	0	5 256	-18
Transfers from step 2 to step 3	0	0	0	0
	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	162 075	-167 884	0	-5 808
Reduced portfolio	-1 094 860	-111 193	0	-1 206 053
	0	0	0	0
Other adjustments	-133 942	-2 523	-1	-136 466
Gross lending pr. 30.06.22	5 576 103	363 652	6 456	5 946 211
Unused drafts, guarantees etc.	362 915	5 211	-	368 125

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

30.06.21	Step 1	Step 2	Step 3	
Gross lending	Expected loss over 12 months	Expected loss over the instruments life time	Expected loss over the instruments life time	Total
Gross lending pr. 01.01.21	6 703 117	529 200	0	7 232 317
New loans / credits	511 205	25 159	0	536 364
Transfers from step 1 to step 2	-161 026	158 821	0	-2 205
Transfers from step 1 to step 3	-5 291	0	5 287	-3
Transfers from step 2 to step 3	0	-7 558	7 508	-50
	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	186 585	-189 692	0	-3 107
Reduced portfolio	-1 076 649	-108 902	0	-1 185 551
	0	0	0	0
Other adjustments	-147 272	-2 306	0	-149 578
Gross lending pr. 30.06.21	6 010 668	404 723	12 795	6 428 186
Unused drafts, guarantees etc.	368 579	3 077	-	371 656

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

NOTES

	Step 1	Step 2	Step 3	
30.06.22				
Loss deduction	Expected loss over 12 months	Expected loss over the instruments life time	Expected loss over the instruments life time	Total
Loss deduction pr. 01.01.22	413	1 140	8	1 561
New loans / credits	16	6	20	42
Transfers from step 1 to step 2	-17	362	0	346
Transfers from step 1 to step 3	-2	0	140	137
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	-325	0	-308
Reduced portfolio	-80	-366	0	-446
Other adjustments	-34	-76	0	-109
Loss deduction pr. 30.06.22	312	741	167	1 221

	Step 1	Step 2	Step 3	
30.06.21				
Loss deduction	Expected loss over 12 months	Expected loss over the instruments life time	Expected loss over the instruments life time	Total
Loss deduction pr. 01.01.21	432	1 455	0	1 887
New loans / credits	21	-67	0	-46
Transfers from step 1 to step 2	-19	373	0	354
Transfers from step 1 to step 3	-1	0	131	129
Transfers from step 2 to step 3	0	-68	186	119
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	20	-452	0	-432
Reduced portfolio	-51	-230	0	-281
Other adjustments	-46	-105	0	-151
Loss deduction pr. 30.06.21	355	908	317	1 580

Lending	30.06.22	30.06.21	31.12.21
Lending to customers	5 940 232	6 423 241	7 031 107
Accureds interests	5 979	4 945	6 296
Gross lending to customers	5 946 211	6 428 186	7 037 403
Individual write-downs	0	0	0
Lending to customers after individual write-downs	5 946 211	6 428 186	7 037 403
Write down	-1 221	-1 580	-1 561
Lending to and claims on customers, to amortized cost	5 944 990	6 426 605	7 035 841

NOTES

NOTE 8. GUARANTEES AND COMMITMENTS

Unutilised credit and guarantees	30.06.22	30.06.21	31.12.21
Unutilised credit	368 125	371 656	369 918
Guarantees	0	0	0
Total conditional liabilities	368 125	371 656	369 918

NOTE 9. DOUBTFUL LOANS AND COMMITMENTS

	30.06.22	30.06.21	31.12.21
Defaulted commitments over 90 days	0	0	0
Step 3 write-downs	0	0	0
Net defaulted commitments	0	0	0
Other non-performing and impaired commitments and guara., not in default ¹⁴	6 456	12 795	336
Step 3 write-downs	-167	-317	-8
Total non-performing and impaired commitments and guara., not in default	6 289	12 478	328

NOTE 10. LENDING AND EXPECTED LOSS DIVIDED ON INDUSTRY

30.06.22	Lending to amortized cost and fair value							
	Gross lending		Expected loss			Individual write downs	Gross lending	Net lending
	Amortized cost	Step 1	Step 2	Step 3	Fair value	Fair value	Fair value	Total
Total corporate market	103 773	-23	-44	0	0	0	0	103 707
Total retail market	5 840 530	-284	-696	-167	0	0	1 901	5 841 283
Total	5 944 303	-306	-740	-167	0	0	1 901	5 944 990
Expected loss off balance RM		-6	-1	0	0	0		
Expected loss off balance CM		0	0	0	0	0		

30.06.21	Lending to amortized cost and fair value							
	Gross lending		Expected loss			Individual write downs	Gross lending	Net lending
	Amortized cost	Step 1	Step 2	Step 3	Fair value (FVOCI)	Fair value (FVOCI)	Fair value	Total
Total corporate market	132 339	-21	-101	0	0	0	0	132 217
Total retail market	6 294 663	-334	-808	-317	0	0	1 184	6 294 388
Total	6 427 002	-355	-908	-317	0	0	1 184	6 426 605
Expected loss off balance RM		-7	-2	0	0	0		
Expected loss off balance CM		0	0	0	0	0		

NOTE 11. LOANS TO AND CLAIMS ON CREDIT INSTITUTIONS

	30.06.22	30.06.21	31.12.21
Liabilities to credit institutions without agreed maturity	576 957	481 288	579 819
Total lending to and claims on credit institutions	576 957	481 288	579 819
Total exposure at Helgeland in %	100 %	100 %	100 %

NOTES

NOTE 12. LIABILITIES TO CREDIT INSTITUTIONS

	30.06.22	30.06.21	31.12.21
Without agreed maturity	1 172 680	710 948	1 029 585
Total liabilities to credit institutions	1 172 680	710 948	1 029 585

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 30/06/22 the idle frame was 329 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

	30.06.22		
	Nominal value	Market value	
	Total	Assets	Commitments
Interest rate swaps- fixed interest rate loans	0	0	0
Interest rate swaps- bank deposits with share Yield	0	0	0
Total financial derivatives	0	0	0
Interest rate swaps – fixed interest rate with hedging	300 000	0	26 559
Total financial derivatives with hedging	300 000	0	26 559

	30.06.21		
	Nominal value	Market value	
	Total	Assets	Commitments
Interest rate swaps- fixed interest rate loans	0	0	0
Interest rate swaps- bank deposits with share Yield	0	0	0
Total financial derivatives	0	0	0
Interest rate swaps – fixed interest rate with hedging	300 000	6 854	0
Total financial derivatives with hedging	300 000	6 854	0

NOTES

NOTE 14. LIABILITIES THROUGH ISSUE OF SECURITIES

Liabilities through issuance of securities are valued at amortized cost.

Covered bonds:

ISIN code	Currency	Par value	Own hold.		Interest	Admission	Maturity	Soft call	30.06.22
NO0010785843	NOK	500 000	183 000	Flytende	3 mnd.Nibor+0,64	2017	2023	2024	307 350
NO0010804008	NOK	110 000		Flytende	3 mnd.Nibor+0,45	2017	2022	2023	100 268
NO0010819568	NOK	500 000		Flytende	3 mnd.Nibor+0,40	2018	2023	2024	490 153
NO0010826415	NOK	500 000		Flytende	3 mnd.Nibor+0,47	2018	2023	2024	490 117
NO0010831290	NOK	500 000		Flytende	3 mnd.Nibor+0,42	2018	2024	2025	489 665
NO0010839434	NOK	500 000		Flytende	3 mnd.Nibor+0,55	2018	2024	2025	490 233
NO0010847080	NOK	500 000		Flytende	3 mnd.Nibor+0,48	2019	2024	2025	490 692
NO0010859986	NOK	500 000		Flytende	3 mnd.Nibor+0,40	2019	2025	2026	490 386
NO0010865652	NOK	500 000		Flytende	3 mnd.Nibor+0,43	2019	2025	2026	492 485
NO0010867864	NOK	300 000		Fast	2.22 %	2019	2029	2030	385 047
NO0010935471	NOK	150 000		Flytende	3 mnd.Nibor+0,30	2021	2022	2023	140 280
NO001117186	NOK	500 000		Flytende	3 mnd.Nibor+0,18	2021	2025	2026	490 036
Total listed covered bonds									4 856 712

All loans have soft call one year before maturity.

ISIN code	Currency	Par value	Own hold.		Interest	Admission	Maturity	Soft call	30.06.21
NO0010724065	NOK	233 000	44 000	Flytende	3mnd. Nibor+0,30	2014	2021	2022	221 038
NO0010769920	NOK	500 000	37 000	Flytende	3 mnd.Nibor+0,78	2016	2022	2023	488 172
NO0010785843	NOK	500 000		Flytende	3 mnd.Nibor+0,64	2017	2023	2024	488 260
NO0010804008	NOK	500 000		Flytende	3 mnd.Nibor+0,45	2017	2022	2023	487 977
NO0010810278	NOK	500 000	96 000	Flytende	3 mnd.Nibor+0,41	2017	2022	2023	488 058
NO0010819568	NOK	500 000		Flytende	3 mnd.Nibor+0,40	2018	2023	2024	487 832
NO0010826415	NOK	500 000		Flytende	3 mnd.Nibor+0,47	2018	2023	2024	487 815
NO0010831290	NOK	500 000		Flytende	3 mnd.Nibor+0,42	2018	2024	2025	487 290
NO0010839434	NOK	500 000		Flytende	3 mnd.Nibor+0,55	2018	2024	2025	488 013
NO0010847080	NOK	500 000		Flytende	3 mnd.Nibor+0,48	2019	2024	2025	488 673
NO0010859986	NOK	500 000		Flytende	3 mnd.Nibor+0,40	2019	2025	2026	488 107
NO0010865652	NOK	200 000		Flytende	3 mnd.Nibor+0,43	2019	2025	2026	187 995
NO0010867864	NOK	300 000		Fast	0.0222	2019	2029	2030	287 629
NO0010935471	NOK	250 000		Flytende	3 mnd.Nibor+0,30	2019	2022	2023	238 029
Sum børsnoterte obligasjoner med fortrinnsrett									5 814 888

All loans have soft call one year before maturity.

	30.06.22	30.06.21
Listed bonds (nominal value)	4 877 000	5 806 000
Own holdings	183 000	177 000
Listed bonds with own holdings included	5 060 000	5 983 000
Loans secured by property	5 916 383	6 402 955
Claims that constitutes cover pool (inc. Interests)	376 957	481 288
Total cover pool	6 293 340	6 884 243
Cover pool capacity utilization	1 233 340	901 243
Cover pool capacity utilization %	24 %	15 %

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

	30.06.22	30.06.21	31.12.21
Total paid-in capital	540 010	540 010	540 010
Total accrued equity capital/retained earnings	25 294	34 729	0
Additional	0	0	0
Deduction	-17 672	-27 210	-55 889
Total core capital	547 633	547 529	484 121
Total net supplementary capital	0	0	0
Total net equity and related capital	547 633	547 529	484 121
Weighted asset calculation basis	2 475 852	2 633 729	2 880 480
Capital adequacy ratio	22.12 %	20.79 %	16.81 %
Of which core capital accounted for	22.12 %	20.79 %	16.81 %
	30.06.22	30.06.21	31.12.21
States and central banks	0	0	0
Local and regional authorities (including municipalities)	0	0	0
Publicly owned enterprises	0	0	0
Institutions	115 372	96 257	115 964
Enterprises		0	0
Mass market loans	88 854	64 731	125 137
Loans secured by real property	2 092 703	2 278 127	2 468 269
Loans overdue	6 904	12 482	328
Other loans and commitments	653	2 897	462
Capital requirement credit risk	2 304 487	2 454 494	2 710 160
Capital requirement operational risk	166 554	164 340	166 554
Other deductions/additions to capital requirement	4 811	14 895	3 766
Total capital requirement	2 475 852	2 633 729	2 880 480

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

	30.06.22	30.06.21	31.12.21
Profit so far this year	16 469	26 707	55 549
Number of shares	540 000	540 000	540 000
Result per share in NOK	30	49	103
Diluted result per share in NOK	30	49	103

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.

	30.06.22	30.06.21	31.12.21
Profit and loss account			
Interest income and similar income	539	379	829
Interest expense and similar expense	10 282	5 068	11 946
Management fee	3 812	4 024	8 182
Balance sheet			
Lending and claims on credit institutions	576 957	481 288	579 819
Liabilities to credit institutions	1 172 680	710 948	1 029 585
Liabilities from issue of securities	0	80 000	80 000

NOTES

NOTE 19. KEY FIGURES

	30.06.22	30.06.21	31.12.21
Profit & Loss Account			
Net profit (NOK 1.000)	16 469	26 707	55 549
Net interest as a % of average assets	0.78 %	1.15 %	1.12 %
Operation cost as a % of income	21.4 %	15.2 %	13.2 %
Net profit as a % of average assets	0.46 %	0.72 %	0.73 %
Balance sheet			
Gross lending (NOK 1.000)	5 946 211	6 428 186	7 037 403
Collective write-downs as a % of lending	0.0 %	0.0 %	0.0 %
12 months growth in customer lending	-7.5 %	-16.1 %	-2.7 %
Total assets (NOK 1.000 kr)	6 622 258	7 115 102	7 715 888
Average total assets	7 277 775	7 511 188	7 570 328
Solidity			
Rate of return on equity capital	5.7 %	9.1 %	9.4 %
Core tier one Capital (NOK 1.000)	547 633	547 529	547 692
Core tier one Capital ratio	22.1 %	20.8 %	19.0 %
LR (Leverage Ratio)	8.1 %	7.5 %	6.9 %
Information on lending portfolio			
Surplus value of cover pool (NOK 1.000)	1 233 340	892 355	1 075 648
Surplus value of cover pool (%)	24 %	15 %	17 %
Indexed LTV	50 %	52 %	54 %
Proportion of variable-rate loans	100 %	100 %	100 %
Proportion of flexible mortgages*)	11 %	11 %	10 %
Average loan value (NOK 1.000)	1 125	1 186	1 174
Number of loans	5 275	5 414	5 945
Remaining maturity - weighted average (year)	19.8	20.1	20.4
Seasoning - weighted average (year)	3.7	3.4	3.2

*) Calculated from the drawn amount

STATEMENT UNDER THE SECURITIES TRADING ACT § 5-6

We declare that to the best of our knowledge the financial statements for the period January 1st to June 30th, 2022, is prepared in accordance with the current accounting standards IAS 34 – interim reporting, and that the information in the financial statements give true and fair view of the company's assets, liabilities, financial positions and result.

The interim report shows after our best conviction a true:
overview over important events during the accounting period and their influence on the interim report.
specifications of the most central risk- and uncertain factors the company faces during the next accounting period.
specification of intimate's considerable transactions.

Mosjøen, august 12th 2022

Hanne Nordgaard
Chairman

Sverre Klausen

Brit Søvting

Sten Ove Lisø
General Manager

NOTES

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
Sverre Klausen
Brit Sjøfting

Contact information

SpareBank 1 Helgeland

Address: PO Box 68, N-8601 Mo i Rana
Organization no.: 937 904 029
www.sbh.no

Helgeland Boligkreditt AS

Address: PO Box 68, N-8601 Mo i Rana
Organization no.: 993 359 696
www.sbh.no

Investor Relations

Sverre Klausen, CFO, telephone +47 916 88 286

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

Interim reports

Quarterly reports are available at www.sbh.no