



Financial report  
Fourth quarter 2023

## Helgeland Boligkreditt AS

Accounts as of fourth 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 2023 and fourth quarter

In 2023, the gross profit was MNOK 28.3 (36.6). This amounts to a decrease of MNOK 8.3 for the corresponding period last year mainly related to decrease of the net interest by MNOK 12.5 as a consequence of lower lending volume. Net profit was MNOK 22.2 (28.3). This provides a net ROE of 3.9 (5.0) %.

For the fourth quarter, the gross profit was MNOK 6.5 (6.5). This is at the same level as the corresponding period last year. The net interest is MNOK 0.8 lower than the corresponding period last year, while value change on financial investments is MNOK 0.8 higher than the corresponding period last year.

### Key figures per 31.12.23 (31.12.22)

- Net interest MNOK 33.8 (46.3)
- Operation costs MNOK 8.7 (9.9)
- Return on equity 3.9 (5.0) %
- CET1 capital ratio 29.8 (25.7) %
- Cover pool ratio of fullness 38 (25) %
- Indexed LTV 50 (50) %
- Net profit MNOK 22.2 (28.3)

### Key figures fourth quarter

- Net interest MNOK 7.2 (8.0)

- Operation costs MNOK 2.0 (1.9)
- Gross profit MNOK 6.5 (6.5)
- Annualized net ROE 3.5 (3.5) %

### Disposal of profit

The Board of Directors proposes that the profit for 2023 of MNOK 21.5 to be given as dividend to Helgeland Sparebank. The size of the dividend is considered justifiable based on a total assessment of the company's capital level and need for liquidity.

### Balance development

Combined assets in Helgeland Boligkreditt AS constituted MNOK 5 085 as of 31.12.2023. This is a reduction of MNOK 603 compared to the same period last year.

### Cover pool

By the end of the quarter the mortgage company had mortgages of MNOK 4 426 (5 160). 79.7 (76.3) % of the mortgages are lent to customers in the Helgeland region.

The lending has been reduced by MNOK 734 (1 876) or -14.2 (-26.7) % the past 12 months. All the mortgages have floating interest rates, and 14 (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 4 380 (5 131).

By the end of the year, Helgeland Boligkreditt AS had substitute assets of MNOK 408 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 3 411 (4 359), as well as long term credit from SpareBank 1 Helgeland. Own holdings amount to MNOK 10.

The company's debt in finance institutions amounts to MNOK 1 023 (716) by the end of the year. 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 38 (25) %.

### **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.

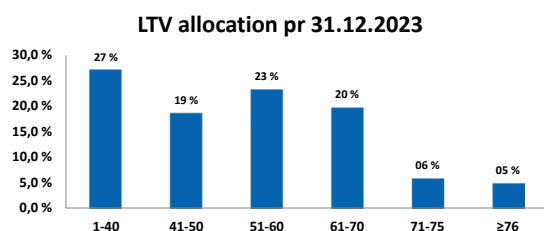
The Board of Directors considers the company's combined risk as low.

### **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 (50) %. 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 year the share of funding over 1 year was 83.6 (84.5) %. This is well above the target of 70 %. Average remaining maturity for covered bonds was 2.1 (1.9) 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 31.12.23 was 29.8 (25.7) % and consists exclusively of a CET1 capital of MNOK 547. 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 relatively stable turnover numbers is factors that substantiates this. However, we have seen a decrease in housing prices through 2023 and there is uncertainty related to 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, but there has been a decrease in prices in Helgeland through the whole of 2023. The decrease in prices in helgeland in 2023 is larger compared to a price index for Norway overall. It is however varying degrees of price decrease between different parts of Helgeland. In the fourth quarter, the prices decreased by -9.8 % on villas and by -9.5 % on apartments.

Unemployment has stabilized on a low level. For Helgeland, the unemployment is by the end of 2023 1.2 % against 1.9 % nationally.

Helgeland Boligkreditt is expected to operate further with total assets of current level.

Mo I Rana, February 6<sup>th</sup> 2024

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	31.12.23	31.12.22	Q4/23	Q4/22
Interest income fom assets measured at amortized cost	3	31 211	21 461	8 012	6 683
Interest income fom assets measured at fair value	3	210 744	161 552	58 756	49 011
Interest payable and similar costs	3	208 180	136 692	59 570	47 681
<b>Net interest- and credit commission income</b>		<b>33 775</b>	<b>46 321</b>	<b>7 198</b>	<b>8 013</b>
Commissions receivable and income from banking services		7	6	2	1
<b>Net commission income</b>		<b>7</b>	<b>6</b>	<b>2</b>	<b>1</b>
Net value change gains/losses on financial assets		2 448	28	1 280	480
Operating costs	4	8 694	9 858	2 007	1 943
Impairment on loans and guarantees	5	-761	-150	-11	56
<b>Profit from ordinary operations</b>		<b>28 299</b>	<b>36 647</b>	<b>6 483</b>	<b>6 495</b>
<b>Gross profit</b>		<b>28 299</b>	<b>36 647</b>	<b>6 483</b>	<b>6 495</b>
Tax payable on ordinary result		6 135	8 352	1 593	1 619
<b>Net profit</b>		<b>22 164</b>	<b>28 295</b>	<b>4 890</b>	<b>4 876</b>
Result per share in NOK	17	41	52		
Diluted result per share in NOK	17	41	52		
<b>Extended income</b>					
<b>Net profit</b>		<b>22 164</b>	<b>28 295</b>	<b>4 890</b>	<b>4 876</b>
Net change financial assets held for sale		-642	388	75	-34
<b>Total profit for the period</b>		<b>21 522</b>	<b>28 683</b>	<b>4 966</b>	<b>4 842</b>

# BALANCE SHEET

## BALANCE SHEET

(tall i hele tusen kr)	Noter	31.12.23	31.12.22
<b>EIENDELER</b>			
Utlån og fordringer på kredittinstitusjoner	11	407 921	380 607
Utlån til og fordringer på kunder	6,7,8,9,10	4 425 736	5 159 270
Sertifikater og obligasjoner		247 063	148 240
Andre eiendeler		4 329	292
<b>Sum eiendeler</b>		<b>5 085 049</b>	<b>5 688 409</b>
<b>GJELD OG EGENKAPITAL</b>			
Gjeld til kredittinstitusjoner	12	1 022 820	715 692
Finansiell gjeld stiftet ved utstedelse av verdipapirer	13,14	3 411 268	4 359 307
Finansielle derivater		74 985	28 620
Andre forpliktelser		6 423	8 074
<b>Sum gjeld</b>		<b>4 515 496</b>	<b>5 111 693</b>
Innskutt egenkapital	15,16,17	540 010	540 010
Opptjent egenkapital	17	29 544	36 706
<b>Sum egenkapital</b>		<b>569 554</b>	<b>576 716</b>
<b>Sum gjeld og egenkapital</b>		<b>5 085 049</b>	<b>5 688 409</b>

Mo i Rana, February 6<sup>th</sup> 2024

Hanne Nordgaard  
*Chairman*

Anne Ekroll

Brit Sjøfting

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			21 522	21 522
<b>Equity 31.12.23</b>	<b>540 000</b>	<b>10</b>	<b>29 544</b>	<b>569 554</b>



## CASH FLOW STATEMENT

### CASH FLOW STATEMENT

	<b>31.12.23</b>	<b>31.12.22</b>
Lending to customers	734 336	1 876 723
Interest income lending to customers	230 779	181 010
Deposits from customers	307 127	-313 892
Interest cost deposit from customers	-36 108	-26 174
Sertificates and bonds	-100 000	-50 000
Comission income	7	6
Payments relating to operations	-8 694	-9 858
Paid tax	-7 803	-19 222
Other cutoffs	14 928	10 037
<b>A Net liquidity change from operating activities</b>	<b>1 134 572</b>	<b>1 648 630</b>
Long-term investments in shares	0	0
Income sale of long-term investments in shares	0	0
Dividend from long-term investments in shares	0	0
<b>B Liquidity change from financial activities</b>	<b>0</b>	<b>0</b>
New borrowing through issuance of securities	1 890 000	901 000
Repayments - issued securities	-2 798 000	-2 584 000
Interest payments borrowing through issuance of securities	-170 663	-109 293
Dividend to share owners	-28 295	-55 549
<b>C Net liquidity change financing</b>	<b>-1 106 958</b>	<b>-1 847 842</b>
<b>A+B+C Net liquidity change in the period</b>	<b>27 614</b>	<b>-199 212</b>
Liquid funds at the start of the period	380 307	579 819
Liquid funds at the end of the period	407 921	380 607
Liquid funds specified	<b>27 614</b>	<b>-199 212</b>
<b>Balances with credit institutions without notice periods</b>	<b>407 921</b>	<b>380 607</b>

## 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

	31.12.23	31.12.22	Q4/23	Q4/22
Interest income of lending to and claims on credit institutions	7 500	2 003	2 197	1 208
Interest income of lending to and claims on customers	230 779	181 010	63 231	54 486
Other interest income	3 677	0	1 339	0
<b>Total interest income</b>	<b>241 955</b>	<b>183 013</b>	<b>66 768</b>	<b>55 694</b>
Interest expense on liabilities to credit institutions	36 108	26 174	10 032	8 647
Interest expense on issued securities	170 663	109 293	49 187	38 734
Other interest expenses	1 410	1 225	351	300
<b>Total interest expenses</b>	<b>208 180</b>	<b>136 692</b>	<b>59 570</b>	<b>47 681</b>
<b>Net interest income</b>	<b>33 775</b>	<b>46 321</b>	<b>7 198</b>	<b>8 013</b>

### NOTE 4. OPERATING COSTS

	31.12.23	31.12.22	Q4/23	Q4/22
Management fee and wage general manager	5 699	7 200	1 395	1 633
Other administration costs	0	0	0	8
<b>Total wages and administration costs</b>	<b>5 699</b>	<b>7 200</b>	<b>1 395</b>	<b>1 641</b>
Other operating costs	2 995	2 659	612	302
<b>Total operating costs</b>	<b>8 694</b>	<b>9 858</b>	<b>2 007</b>	<b>1 943</b>

### NOTE 5. WRITE DOWNS ON LENDING

	31.12.23	31.12.22
<b>Losses on loans</b>		
Periodic change in write-downs step 1-3	-761	-150
Periodic losses on loans covered by previous write-downs	0	0
<b>Periodic losses on loans not covered by previous write-downs</b>	<b>0</b>	<b>0</b>
Periodic entrance of former confirmed losses	0	0
<b>Write-downs on commitments etc.</b>	<b>-761</b>	<b>-150</b>

## NOTES

### NOTE 6. GEOGRAPHICAL EXPOSURE OF LENDING PORTFOLIO

<b>Geographical exposure of lending portfolio</b>	<b>31.12.23</b>	<b>%</b>	<b>31.12.22</b>	<b>%</b>
Helgeland	3 528 535	79.7 %	3 937 300	76.3 %
Areas other than Helgeland	885 037	20.0 %	1 212 967	23.5 %
International <sup>1)</sup>	13 071	0.3 %	10 412	0.2 %
<b>Total</b>	<b>4 426 643</b>	<b>100 %</b>	<b>5 160 679</b>	<b>100 %</b>

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 0.60 %) 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 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>31.12.23</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>5 160 678</b>
Provision loss transferred to step 1	63 238	-63 238	0	0
Provision loss transferred to step 2	-59 405	60 161	-755	0
Provision loss transferred to step 3	0	-107	107	0
New issued or purchased financial assets	565 511	12 126	0	577 637
Increase in draw on existing loans	252 112	8 311	0	260 423
Reduction in draw on existing loans	-381 677	-18 863	-23	-400 563
Financial assets deducted	-1 095 206	-76 325	0	-1 171 531
Change due to confirmed write-downs (confirmed losses)	0	0	0	0
<b>Gross lending pr. 31.12.23</b>	<b>4 273 285</b>	<b>153 275</b>	<b>84</b>	<b>4 426 644</b>
Unused drafts	376 038	161	-	376 199

<b>31.12.22</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>
Provision loss transferred to step 1	220 171	-220 171	0	0
Provision loss transferred to step 2	-154 084	154 084	0	0
Provision loss transferred to step 3	-775	0	775	0
New issued or purchased financial assets	333 354	3 130	0	336 484
Increase in draw on existing loans	277 032	5 285	0	282 318
Reduction in draw on existing loans	-455 433	-22 898	-20	-478 351
Financial assets deducted	-1 857 345	-159 494	-336	-2 017 176
Change due to confirmed write-downs (confirmed losses)	0	0	0	0
<b>Gross lending pr. 31.12.22</b>	<b>4 928 714</b>	<b>231 210</b>	<b>755</b>	<b>5 160 679</b>
Unused drafts	369 396	861	-	370 257

## NOTES

	Step 1	Step 2	Step 3	
<b>31.12.23</b>				
Loss Provision	Expected loss over 12 months	Expected loss over the instruments life time	Expected loss over the instruments life time	Total
<b>Loss provision pr. 01.01.23</b>	<b>389</b>	<b>984</b>	<b>37</b>	<b>1 410</b>
Provision loss transferred to step 1	269	-269	0	0
Provision loss transferred to step 2	-9	46	-37	0
Provision loss transferred to step 3	0	-1	1	0
New issued or purchased financial assets	43	32	0	75
Increase in draw on existing loans	41	396	0	437
Reduction in draw on existing loans	-356	-196	-1	-553
Financial assets deducted	-123	-339	0	-462
Change due to confirmed write-downs (confirmed losses)	0	0	0	0
<b>Loss Provision pr. 31.12.23</b>	<b>255</b>	<b>653</b>	<b>0</b>	<b>907</b>
Unused drafts	5	0	-	5

	Step 1	Step 2	Step 3	
<b>31.12.22</b>				
Loss Provision	Expected loss over 12 months	Expected loss over 12 months	Expected loss over 12 months	
<b>Loss provision pr. 01.01.22</b>	<b>419</b>	<b>1 033</b>	<b>28</b>	<b>1 481</b>
Provision loss transferred to step 1	368	-368	0	0
Provision loss transferred to step 2	-21	21	0	0
Provision loss transferred to step 3	-1	0	1	0
New issued or purchased financial assets	34	13	0	47
Increase in draw on existing loans	143	786	16	945
Reduction in draw on existing loans	-414	-126	0	-540
Financial assets deducted	-139	-375	-8	-522
Change due to confirmed write-downs (confirmed losses)	0	0	0	0
<b>Loss Provision pr. 31.12.22</b>	<b>389</b>	<b>984</b>	<b>37</b>	<b>1 411</b>
Unused drafts	8	1	0	9

<b>Lending</b>	<b>31.12.23</b>	<b>31.12.22</b>
Lending to customers	4 415 775	5 151 773
Accureds interests	10 868	8 906
<b>Gross lending to customers</b>	<b>4 426 644</b>	<b>5 160 679</b>
Individual write-downs	0	0
Lending to customers after individual write-downs	4 426 643	5 160 679
Write down	-907	-1 410
<b>Lending to and claims on customers, to amortized cost</b>	<b>4 425 736</b>	<b>5 159 269</b>

## NOTES

### NOTE 8. GUARANTEES AND COMMITMENTS

	31.12.23	31.12.22
<b>Unutilised credit and guarantees</b>		
Unutilised credit	376 199	370 257
Guarantees	0	0
<b>Total conditional liabilities</b>	<b>376 199</b>	<b>370 257</b>

### NOTE 9. DOUBTFUL LOANS AND COMMITMENTS

	31.12.23	31.12.22
Defaulted commitments over 90 days	0	0
Step 3 write-downs	0	0
<b>Net defaulted commitments</b>	<b>0</b>	<b>0</b>
Other non-performing and impaired commitments and guara., not in default <sup>14</sup>	84	755
Step 3 write-downs	0	-37
<b>Total non-performing and impaired commitments and guara., not in default</b>	<b>84</b>	<b>718</b>

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

	Lending to amortized cost and fair value							
	Gross lending		Expected loss			Individual write downs	Gross lending	Net lending
	Amortized cost	Virkelig verdi (FVOCI)	Step 1	Step 2	Step 3	Fair value	Fair value	Total
Total corporate market	58 491 261	7 187 296	-3 972	-21 969	0	0	0	65 652 615
Total retail market	150 817 834	4 192 242 716	-250 345	-630 992				4 342 179 213
<b>Total</b>	<b>209 309 094</b>	<b>4 199 430 012</b>	<b>-254 317</b>	<b>-652 961</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>4 407 831 828</b>
Expected loss off balance RM			-5 084	-25				
Expected loss off balance CM			-37	-4				

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

	31.12.23	31.12.22
Liabilities to credit institutions without agreed maturity	407 921	380 607
<b>Total lending to and claims on credit institutions</b>	<b>407 921</b>	<b>380 607</b>
Total exposure at Helgeland in %	100 %	100 %

## NOTES

### NOTE 12. LIABILITIES TO CREDIT INSTITUTIONS

	<b>31.12.23</b>	<b>31.12.22</b>
Without agreed maturity	1 022 820	715 692
<b>Total liabilities to credit institutions</b>	<b>1 022 820</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 31/12/23 the idle frame was 477 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

	<b>31.12.23</b>			
	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	500 000	0	74 985	
<b>Total financial derivates with hedging</b>	<b>500 000</b>	<b>0</b>	<b>74 985</b>	

	<b>31.12.22</b>			
	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	28 620	
<b>Total financial derivates with hedging</b>	<b>300 000</b>	<b>0</b>	<b>28 620</b>	

## 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	31.12.23
NO0010831290	NOK	104 000		Flytende	3 mnd.Nibor+0,42	2018	2024	2025	99 971
NO0010839434	NOK	375 000		Flytende	3 mnd.Nibor+0,55	2018	2024	2025	371 035
NO0010847080	NOK	500 000	10 000	Flytende	3 mnd.Nibor+0,48	2019	2024	2025	486 182
NO0010859986	NOK	500 000		Flytende	3 mnd.Nibor+0,40	2019	2025	2026	496 053
NO0010865652	NOK	500 000		Flytende	3 mnd.Nibor+0,43	2019	2025	2026	497 133
NO0010867864	NOK	500 000		Fast	2.22 %	2019	2029	2030	469 114
NO0012852658	NOK	500 000		Flytende	3 mnd.Nibor+0,60	2023	2028	2029	495 837
NO0011117186	NOK	500 000		Flytende	3 mnd.Nibor+0,18	2021	2025	2026	495 943
<b>Total listed covered bonds</b>									<b>3 411 268</b>

All loans have soft call one year before maturity.

ISIN code	Currency	Par value	Own hold.		Interest	Admission	Maturity	Soft call	31.12.22
NO0010785843	NOK	122 000		Flytende	3 mnd.Nibor+0,64	2017	2023	2024	120 140
NO0010819568	NOK	500 000	45 000	Flytende	3 mnd.Nibor+0,40	2018	2023	2024	453 076
NO0010826415	NOK	500 000		Flytende	3 mnd.Nibor+0,47	2018	2023	2024	498 032
NO0010831290	NOK	500 000		Flytende	3 mnd.Nibor+0,42	2018	2024	2025	497 615
NO0010839434	NOK	500 000		Flytende	3 mnd.Nibor+0,55	2018	2024	2025	498 104
NO0010847080	NOK	500 000		Flytende	3 mnd.Nibor+0,48	2019	2024	2025	498 460
NO0010859986	NOK	500 000		Flytende	3 mnd.Nibor+0,40	2019	2025	2026	498 154
NO0010865652	NOK	500 000		Flytende	3 mnd.Nibor+0,43	2019	2025	2026	499 972
NO0010867864	NOK	300 000		Fast	0.0222	2019	2029	2030	297 764
NO0011117186	NOK	500 000		Flytende	3 mnd.Nibor+0,18	2021	2025	2026	497 990
<b>Total listed covered bonds</b>									<b>4 359 307</b>

All loans have soft call one year before maturity.

	31.12.23	31.12.22
Listed bonds (nominal value) own holdings excluded	3 469 000	4 377 000
Own holdings	10 000	45 000
<b>Listed bonds with own holdings included</b>	<b>3 479 000</b>	<b>4 422 000</b>

Loans secured by property	4 380 014	5 130 857
Claims that constitutes cover pool (inc. Interests)	407 921	380 607
<b>Total cover pool</b>	<b>4 787 935</b>	<b>5 511 464</b>

Cover pool capacity utilization	1 308 935	1 089 464
Cover pool capacity utilization %	38 %	25 %

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

	<b>31.12.23</b>	<b>31.12.22</b>
Total paid-in capital	540 010	540 010
Total accrued equity capital/retained earnings	29 544	36 705
Additional	0	0
Deduction	-22 313	-29 131
<b>Total core capital</b>	<b>547 241</b>	<b>547 584</b>
Total net supplementary capital	0	0
<b>Total net equity and related capital</b>	<b>547 241</b>	<b>547 584</b>
Weighted asset calculation basis	1 834 673	2 130 004
Capital adequacy ratio	29.83 %	25.71 %
Of which core capital accounted for	29.83 %	25.71 %

	<b>31.12.23</b>	<b>31.12.22</b>
States and central banks	0	0
Local and regional authorities (including municipalities)	0	0
Publicly owned enterprises	0	0
Institutions	81 421	76 027
Enterprises	1 592	0
Mass market loans	81 294	85 128
Loans secured by real property	1 571 023	1 822 748
Loans overdue	84	717
Other loans and commitments	15 223	365
<b>Capital requirement credit risk</b>	<b>1 750 638</b>	<b>1 984 985</b>
Capital requirement operational risk	80 267	141 416
Other deductions/additions to capital requirement	3 768	3 603
<b>Total capital requirement</b>	<b>1 834 673</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

	31.12.23	31.12.22
Profit so far this year	22 164	28 295
Number of shares	540 000	540 000
Result per share in NOK	41	52
Diluted result per share in NOK	41	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.

	31.12.23	31.12.22
<b>Profit and loss account</b>		
Interest income and similar income	7 500	2 003
Interest expense and similar expense	36 108	26 174
Management fee	5 699	7 162
<b>Balance sheet</b>		
Lending and claims on credit institutions	407 921	380 607
Liabilities to credit institutions	1 022 820	715 693
Liabilities from issue of securities	0	0

## NOTES

### NOTE 19. KEY FIGURES

	<b>31.12.23</b>	<b>31.12.22</b>
<b>Profit &amp; Loss Account</b>		
Net profit (NOK 1.000)	22 164	28 295
Net interest as a % of average assets	0.67 %	0.69 %
Operation cost as a % of income	25.7 %	21.3 %
Net profit as a % of average assets	0.44 %	0.42 %
<b>Balance sheet</b>		
Gross lending (NOK 1.000)	4 426 644	5 160 679
Collective write-downs as a % of lending	0.0 %	0.0 %
12 months growth in customer lending	-14.2 %	-26.7 %
Total assets (NOK 1.000 kr)	5 085 049	5 688 409
Average total assets	5 054 235	6 671 931
<b>Solidity</b>		
Rate of return on equity capital	3.9 %	5.0 %
Core tier one Capital (NOK 1.000)	547 241	547 584
Core tier one Capital ratio	29.8 %	25.7 %
LR (Leverage Ratio)	10.4 %	9.3 %
<b>Information on lending portfolio</b>		
Surplus value of cover pool (NOK 1.000)	1 308 935	1 089 464
Surplus value of cover pool (%)	38 %	25 %
Indexed LTV	50 %	50 %
Proportion of variable-rate loans	100 %	100 %
Proportion of flexible mortgages*)	14 %	11 %
Average loan value (NOK 1.000)	1 099	1 108
Number of loans	3 995	4 646
Remaining maturity - weighted average (year)	19.2	19.2
Seasoning - weighted average (year)	4.6	4.1

\*) Calculated from the drawn amount

Mosjøen, February 6<sup>th</sup> 2024

Hanne Nordgaard  
*Chairman*

Anne Ekroll

Brit Sjøfting

Sten Ove Lisø  
*General Manager*

## **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

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#### **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)