



Financial report First quarter 2021

Helgeland Boligkreditt AS

Accounts as of first quarter 2021.

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 so far this year

Gross profit was MNOK 18.6 (20.2). This is MNOK 1.6 lower than the same period last year and is mainly related to price loss in own holdings in cover bonds in addition to a slightly lower net interest. Net profit was MNOK 14.3 (15.7) which gives a return on equity of 9.3 (10.5) %.

Key figures per 31.03.21 (31.03.20)

- Net interest MNOK 22.2 (22.9)
- Operation costs MNOK 2.5 (2.8)
- Return on equity 9.3 (10.5) %
- CET1 capital ratio 19.0 (17.3) %
- Cover pool ratio of fullness 17 (18) %
- Indexed LTV 53 (56) %
- Net profit MNOK 18.6 (20.2)

Balance development

Combined assets in Helgeland Boligkreditt AS constituted MNOK 7 680 as of 31.03.2021. This is a reduction of MNOK 534 compared to the same period last year.

Cover pool

By the end of the quarter the mortgage company had mortgages of MNOK 7 197 (7 753). 77.0 (77.0)

% of the mortgages are lent to customers in the Helgeland region.

The lending has been reduced (increased) by MNOK 556 (259) or -7.2 (3.5) % the past 12 months. All the mortgages have floating interest rates, and 10 (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 7 172 (7 677).

By the end of the quarter, Helgeland Boligkreditt AS had substitute assets of MNOK 383 as per 31.03.21 is fully included in the supplementary security.

Statutory bill of MNOK 50 and foreign national guaranteed security of MNOK 50 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 totalling MNOK 6 230 (6 773), as well as long term credit from SpareBank 1 Helgeland. MNOK 80 of the covered bonds is in the parent company's ownership.

The company's debt in finance institutions amounts to MNOK 872 (864) 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 17 (18) %.

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.

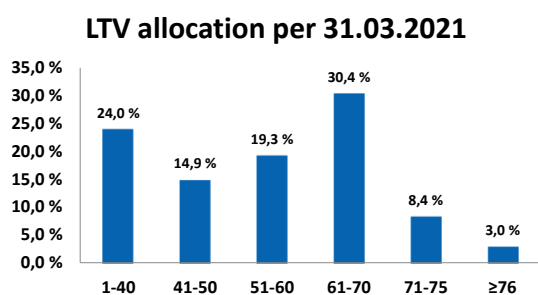
Credit risk

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 53 (56) %. 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 83.4 (96.4) %. This is well above the target of 70%. Average remaining maturity for covered bonds was 2.5 (3.2) years. The target of 3-year duration has been removed as a consequence of the acquisition between SBH and Sparebank 1 NN in Q4 2021. 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 31.03.21 was 19.0 (17.3) % 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

One has seen an increasing infection in the population centers in Norway. This led to new national measures at the end of the quarter, which affected large parts of the society. As for the market in Helgeland, the future still 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 into 2021.

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 7.4 % on villas and a price increase of 8.5 % on apartments. The turnover speed in the first quarter was 77 days. The prices are approximately on valuation. There is no indication that Covid-19 has had significant effect on the real estate market in Helgeland by the end of first quarter.

Unemployment has stabilized on a low level, but slightly over normal. For Helgeland, the unemployment is by the end of third quarter 2.3% against 4.2 % nationally. The unemployment rate is expected to stabilize on a low level.

The parent bank's entries in the Sparebank 1 group during 1st quarter 2021 will 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, April 28th 2021

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..... 12
NOTE 9. DOUBTFUL LOANS AND COMMITMENTS..... 13
NOTE 10. LENDING AND EXPECTED LOSS DIVIDED ON INDUSTRY 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 18. TRANSACTIONS WITH RELATED PARTIES 17
NOTE 19. KEY FIGURES 18

PROFIT AND LOSS

PROFIT AND LOSS ACCOUNT

(amounts in NOK 1.000)	Notes	31.03.21	31.03.20	31.12.20
Interest income fom assets measured at amortized cost	3	39 197	66 856	209 046
Interest income fom assets measured at fair value	3	212		268
Interest payable and similar costs	3	17 229	44 004	112 446
Net interest- and credit commission income		22 180	22 852	96 868
Commissions receivable and income from banking services		1	7	18
Net commission income		1	7	18
Net value change gains/losses on financial assets		-1 239	-193	963
Operating costs	4	2 534	2 769	11 138
Impairment on loans and guarantees	5	-225	-308	-661
Profit from ordinary operations		18 633	20 205	87 372
Gross profit		18 633	20 205	87 372
Tax payable on ordinary result		4 372	4 487	19 236
Net profit		14 261	15 718	68 136
Result per share in NOK	17	26	29	92
Diluted result per share in NOK	17	26	29	92

BALANCE SHEET

BALANCE SHEET

(amounts in NOK 1.000)	Notes	31.03.21	31.03.20	31.12.20
ASSETS				
Loans to and claims on credit institutions	11	382 653	343 368	383 012
Loans to and claims on customers	6,7,8,9,10	7 195 410	7 750 622	7 230 430
Certificates and bonds		100 506	99 922	100 697
Financial derivatives		1 737	20 654	14 102
Total assets		7 680 307	8 214 566	7 728 241
LIABILITIES AND EQUITY				
Liabilities to credit institutions	12	871 698	864 493	911 867
Borrowings through the issuance of securities	13,14	6 229 715	6 772 869	6 179 979
Financial derivatives		0	0	0
Other liabilities		16 605	12 982	20 226
Total liabilities		7 118 018	7 650 344	7 112 072
Paid-in equity	15,16,17	540 010	540 010	540 010
Accrued equity/retained earnings	17	22 279	24 212	76 159
Total equity		562 289	564 222	616 169
Total liabilities and equity		7 680 307	8 214 566	7 728 241

CHANGE IN EQUITY

CHANGE IN EQUITY

	Share capital	Premium fund	Other equity	Total
Equity 01.01.20	540 000	10	57 840	597 850
Unrealized gains fund			-207	-207
Dividend			-49 610	-49 610
Profit			68 136	68 136
Equity 31.12.20	540 000	10	76 159	616 169

	Share capital	Premium fund	Other equity	Total
Equity 01.01.21	540 000	10	76 159	616 169
Unrealized gains fund			-4	-4
Dividend			-68 136	-68 136
Profit			14 261	14 261
Equity 31.03.21	540 000	10	22 279	562 289

CASH FLOW STATEMENT

CASH FLOW STATEMENT

	31.03.21	31.03.20	31.12.20
Change in lending to customers	35 246	-152 790	367 751
Interest income lending to customers	39 008	66 168	207 267
Change deposits from customers	-40 169	182 334	229 708
Interest cost deposit from customers	-2 880	-4 207	-13 832
Change certificates and bonds	0	-50 000	-50 000
Commission income	1	7	18
Payments relating to operations	-2 534	-2 769	-11 138
Paid tax	-7 473	-13 847	-14 881
Other cutoffs	-373	7 584	-7 831
A Net liquidity change from operating activities	20 826	32 480	707 062
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	766 000	0	20 000
Repayments - issued securities	-705 000	0	-597 000
Interest payments borrowing through issuance of securities	-14 049	-39 496	-97 434
Dividend to share owners	-68 136	-49 610	-49 610
C Net liquidity change financing	-21 185	-89 106	-724 044
A+B+C Net liquidity change in the period	-359	-56 626	-16 982
Liquid funds at the start of the period	383 012	399 994	399 994
Liquid funds at the end of the period	382 653	343 368	383 012
Liquid funds specified	-359	-56 626	-16 982
Balances with credit institutions without notice periods	382 653	343 368	383 012

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 2020. 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 the region of Helgeland.

NOTE 3. NET INTEREST INCOME

	31.03.21	31.03.20	31.12.20
Interest income of lending to and claims on credit institutions	188	688	1 779
Interest income of lending to and claims on customers	39 009	66 168	207 267
Other interest income	212	0	268
Total interest income	39 409	66 856	209 314
Interest expense on liabilities to credit institutions	2 880	4 208	13 832
Interest expense on issued securities	14 349	39 796	98 614
Other interest expenses		0	0
Total interest expenses	17 229	44 004	112 446
Net interest income	22 180	22 852	96 868

NOTE 4. OPERATING COSTS

	31.03.21	31.03.20	31.12.20
Management fee and wage general manager	1 928	2 041	8 213
Other administration costs	0	0	33
Total wages and administration costs	1 928	2 041	8 246
Other operating costs	606	728	2 892
Total operating costs	2 534	2 769	11 138

NOTE 5. WRITE DOWNS ON LENDING

Losses on loans	31.03.21	31.03.20	31.12.20
Periodic change in write-downs step 1-3	-225	-308	-661
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.	-225	-308	-661

NOTES

NOTE 6. GEOGRAPHICAL EXPOSURE OF LENDING PORTFOLIO

Geographical exposure of lending portfolio	31.03.21	%	31.03.20	%
Helgeland	5 545 038	77.1 %	5 969 749	77.0 %
Areas other than Helgeland	1 629 732	22.6 %	1 768 804	22.8 %
International ¹⁾	22 301	0.3 %	14 305	0.2 %
Total	7 197 071	100 %	7 752 858	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. This means that the effects of the corona pandemic has little effect on the write-downs in lending.

NOTES

31.03.21	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	Expected loss over the instruments life time	Total
Gross lending pr. 01.01.21	6 703 117	529 200	0	0	7 232 317
New loans / credits	580 504	14 897	0	0	595 401
Transfers from step 1 to step 2	-151 470	150 554	0	0	-916
Transfers from step 1 to step 3	-753	0	750	0	-3
Transfers from step 2 to step 3	0	-2 158	2 149	0	-10
	0	0	0	0	
Transfers from step 3 to step 2	0	0	0	0	0
Transfers from step 3 to step 3	0	0	0	0	0
Transfers from step 2 to step 1	150 921	-152 018	0	0	-1 097
Reduced portfolio	-473 802	-71 633	0	0	-545 434
	0	0	0	0	0
Other adjustments	-80 817	-2 370	0	0	-83 187
Gross lending pr. 31.03.21	6 727 700	466 472	2 898	0	7 197 071
Unused drafts, guarantees etc.	358 638	2 995	-	-	361 633

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

31.03.20	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	Expected loss over the instruments life time	Total
Gross lending pr. 01.01.20	7 085 168	514 900	0	0	7 600 068
New loans / credits	737 964	23 978	0	0	761 943
Transfers from step 1 to step 2	-344 737	342 333	0	0	-2 404
Transfers from step 1 to step 3	0	0	0	0	0
Transfers from step 2 to step 3	0	0	0	0	0
	0	0	0	0	
Transfers from step 3 to step 2	0	0	0	0	0
Transfers from step 3 to step 3	0	0	0	0	0
Transfers from step 2 to step 1	144 499	-146 194	0	0	-1 695
Reduced portfolio	-465 909	-71 122	0	0	-537 031
	0	0	0	0	0
Other adjustments	-66 721	-1 300	0	0	-68 022
Gross lending pr. 31.03.20	7 090 264	662 594	0	0	7 752 858
Unused drafts, guarantees etc.	513 506	4 679	-	-	518 185

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

NOTES

31.03.21	Step 1	Step 2	Step 3		
Loss deduction	Expected loss over 12 months	Expected loss over the instruments life	Expected loss over the instruments life	Expected loss over the instruments life	Total
Loss deduction pr. 01.01.21	432	1 455	0	0	1 887
New loans / credits	45	-80	0	0	-35
Transfers from step 1 to step 2	-21	312	0	0	291
Transfers from step 1 to step 3	0	0	17	0	17
Transfers from step 2 to step 3	0	-8	50	0	42
Transfers from step 3 to step 2	0	0	0	0	0
Transfers from step 3 to step 3	0	0	0	0	0
Transfers from step 2 to step 1	23	-380	0	0	-357
Reduced portfolio	-34	-253	0	0	-287
Other adjustments	-8	111	0	0	103
Loss deduction pr. 31.03.21	437	1 157	67	0	1 661

31.03.20	Step 1	Step 2	Step 3		
Loss deduction	Expected loss over 12 months	Expected loss over the instruments life	Expected loss over the instruments life	Expected loss over the instruments life	Total
Loss deduction pr. 01.01.20	389	2 156	0	0	2 545
New loans / credits	35	-3	0	0	33
Transfers from step 1 to step 2	-43	875	0	0	832
Transfers from step 1 to step 3	0	0	0	0	0
Transfers from step 2 to step 3	0	0	0	0	0
Transfers from step 3 to step 2	0	0	0	0	0
Transfers from step 3 to step 3	0	0	0	0	0
Transfers from step 2 to step 1	36	-791	0	0	-755
Reduced portfolio	-31	-439	0	0	-470
Other adjustments	217	-165	0	0	52
Loss deduction pr. 31.03.20	603	1 633	0	0	2 236

Lending	31.03.21	31.03.20	31.12.20
Lending to customers	7 190 617	7 741 959	7 226 102
Accureds interests	6 454	10 899	6 215
Gross lending to customers	7 197 071	7 752 858	7 232 317
Individual write-downs	0	0	0
Lending to customers after individual write-downs	7 197 071	7 752 858	7 232 317
Write down	-1 661	-2 236	-1 887
Lending to and claims on customers, to amortized cost	7 195 410	7 750 622	7 230 430

NOTES

NOTE 8. GUARANTEES AND COMMITMENTS

Unutilised credit and guarantees	31.03.21	31.03.20	31.12.20
Unutilised credit	361 633	518 185	364 295
Guarantees	0	0	0
Total conditional liabilities	361 633	518 185	364 295

NOTE 9. DOUBTFUL LOANS AND COMMITMENTS

Defaulted commitments	31.03.21	31.03.20	31.12.20
Gross defaulted commitments over 90 days	2 898	0	0
Individual write-downs of defaulted loans	0	0	0
Net defaulted commitments	2 898	0	0

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	Step 1	Step 2	Step 3	Fair value	Fair value	Total	
Total corporate market	143 861	-53	256	0	0	0	144 064	
Total retail market	7 053 211	-384	-1 413	-67	0	0	7 051 346	
Total	7 197 071	-437	-1 157	-67	0	0	7 195 410	
Expected loss off balance RM		-8	-2	0	0			
Expected loss off balance CM		0	0	0	0			

	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)	Total	
Total corporate market	165 472	-37	-57	0	0	0	165 377	
Total retail market	7 587 386	-566	-1 575	0	0	0	7 585 245	
Total	7 752 858	-603	-1 633	0	0	0	7 750 622	
Expected loss off balance RM		-9	-4					
Expected loss off balance CM		-1						

NOTE 11. LOANS TO AND CLAIMS ON CREDIT INSTITUTIONS

	31.03.21	31.03.20	31.12.20
Liabilities to credit institutions without agreed maturity	382 653	343 368	383 012
Total lending to and claims on credit institutions	382 653	343 368	383 012
Total exposure at Helgeland in %	100 %	100 %	100 %

NOTES

NOTE 12. LIABILITIES TO CREDIT INSTITUTIONS

	31.03.21	31.03.20	31.12.20
Without agreed maturity	871 698	864 493	911 867
Total liabilities to credit institutions	871 698	864 493	911 867

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 31/03/21 the idle frame was 628 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

31.03.21				
	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	1 737	0	
Total financial derivatives with hedging	300 000	1 737	0	

31.03.20				
	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	20 654	0	
Total financial derivatives with hedging	300 000	20 654	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	31.03.21
NO0010724065	NOK	500 000	110 000	Flytende	3 mnd. Nibor+0,30	2014	2021	2022	396 874
NO0010764897	NOK	500 000	49 000	Flytende	3 mnd. Nibor+0,86	2016	2021	2022	142 007
NO0010769920	NOK	500 000		Flytende	3 mnd. Nibor+0,78	2016	2022	2023	507 125
NO0010785843	NOK	500 000		Flytende	3 mnd. Nibor+0,64	2017	2023	2024	407 237
NO0010804008	NOK	500 000		Flytende	3 mnd. Nibor+0,45	2017	2022	2023	506 884
NO0010810278	NOK	500 000	50 000	Flytende	3 mnd. Nibor+0,41	2017	2022	2023	456 979
NO0010819568	NOK	500 000		Flytende	3 mnd. Nibor+0,40	2018	2023	2024	506 729
NO0010826415	NOK	500 000		Flytende	3 mnd. Nibor+0,47	2018	2023	2024	506 716
NO0010831290	NOK	500 000		Flytende	3 mnd. Nibor+0,42	2018	2024	2025	506 174
NO0010839434	NOK	500 000		Flytende	3 mnd. Nibor+0,55	2018	2024	2025	506 935
NO0010847080	NOK	500 000		Flytende	3 mnd. Nibor+0,48	2019	2024	2025	507 645
NO0010859986	NOK	500 000		Flytende	3 mnd. Nibor+0,40	2019	2025	2026	507 036
NO0010865652	NOK	200 000		Flytende	3 mnd. Nibor+0,43	2019	2025	2026	206 917
NO0010867864	NOK	300 000		Fast	2.22 %	2019	2029	2030	306 544
NO0010935471	NOK	250 000		Flytende	3 mnd. Nibor+0,30	2019	2022	2023	257 913
Total listed covered bonds									6 229 715

Issue no: NO0010859986 MNOK 80

All loans have soft call one year before maturity.

ISIN code	Currency	Par value	Own hold.		Interest	Admission	Maturity	Soft call	31.03.20
NO0010709355	NOK	30 000	20 000	Flytende	3 mnd. Nibor+0,40	2014	2020	2021	19 001
NO0010724065	NOK	500 000		Flytende	3 mnd. Nibor+0,30	2014	2021	2022	501 679
NO0010740673	NOK	26 000		Flytende	3 mnd. Nibor+0,49	2015	2020	2021	27 987
NO0010764897	NOK	500 000		Flytende	3 mnd. Nibor+0,86	2016	2021	2022	502 116
NO0010769920	NOK	500 000		Flytende	3 mnd. Nibor+0,78	2016	2021	2022	502 226
NO0010782774	NOK	205 000		Flytende	3 mnd. Nibor+0,52	2017	2022	2023	207 102
NO0010785843	NOK	500 000		Flytende	3 mnd. Nibor+0,64	2017	2022	2023	502 323
NO0010804008	NOK	500 000		Flytende	3 mnd. Nibor+0,45	2017	2021	2022	501 802
NO0010810278	NOK	500 000		Flytende	3 mnd. Nibor+0,41	2017	2021	2022	501 954
NO0010819568	NOK	500 000		Flytende	3 mnd. Nibor+0,40	2018	2022	2023	501 610
NO0010826415	NOK	500 000		Flytende	3 mnd. Nibor+0,47	2018	2022	2023	500 900
NO0010831290	NOK	500 000		Flytende	3 mnd. Nibor+0,42	2018	2023	2024	500 002
NO0010839434	NOK	500 000		Flytende	3 mnd. Nibor+0,55	2018	2023	2024	500 916
NO0010847080	NOK	500 000		Flytende	3 mnd. Nibor+0,48	2019	2024	2025	501 823
NO0010859986	NOK	500 000		Flytende	3 mnd. Nibor+0,40	2019	2025	2026	501 044
NO0010865652	NOK	200 000		Flytende	3 mnd. Nibor+0,43	2019	2025	2026	200 898
NO0010867864	NOK	300 000		Fast	2.22 %	2019	2029	2030	299 486
Total listed covered bonds									6 772 869

All loans have soft call one year before maturity.

NOTES

	31.03.21	31.03.20
Listed bonds	6 229 715	6 772 869
Own holdings	209 000	20 000
Listed bonds with own holdings included	6 438 715	6 792 869
Loans secured by property	7 172 121	7 677 226
Claims that constitutes cover pool (inc. Interests)	382 653	343 368
Total cover pool	7 554 774	8 020 594
Cover pool capacity utilization	1 116 059	1 227 725
Cover pool capacity utilization %	17 %	18 %

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

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

NOTE 15. CAPITAL ADEQUACY

	31.03.21	31.03.20	31.12.20
Total paid-in capital	540 010	540 010	540 010
Total accrued equity capital/retained earnings	22 279	24 210	77 961
Additional	0	0	0
Deduction	-14 660	-15 837	-70 052
Total core capital	547 629	548 383	547 919
Total net supplementary capital	0	0	0
Total net equity and related capital	547 629	548 383	547 919
Weighted asset calculation basis	2 885 777	3 163 633	2 949 882
Capital adequacy ratio	18.98 %	17.33 %	18.57 %
Of which core capital accounted for	18.98 %	17.33 %	18.57 %

	31.03.21	31.03.20	31.12.20
States and central banks	0	0	0
Local and regional authorities (including municipalities)	0	0	0
Publicly owned enterprises	0	0	0
Institutions	76 531	72 472	79 311
Enterprises	0	0	0
Mass market loans	57 103	0	0
Loans secured by real property	2 551 699	2 874 218	2 626 170
Loans overdue	2 832	68 710	43 728
Other loans and commitments	0	0	0
Capital requirement credit risk	2 688 165	3 015 400	2 749 208
Capital requirement operational risk	164 340	143 534	164 340
Other deductions/additions to capital requirement	33 272	4 698	36 334
Total capital requirement	2 885 777	3 163 633	2 949 882

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

	31.03.21	31.03.20	31.12.20
Result so far this year	14 261	15 718	68 136
Number of shares	540 000	540 000	540 000
Result per share in NOK	26	29	126
Diluted result per share in NOK	26	29	126

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.

	31.03.21	31.03.20	31.12.20
Profit and loss account			
Interest income and similar income	188	688	1 779
Interest expense and similar expense	2 880	4 208	13 832
Management fee	1 928	2 041	8 213
Balance sheet			
Lending and claims on credit institutions	382 653	343 368	383 012
Liabilities to credit institutions	871 698	864 493	911 867
Liabilities from issue of securities	80 000	80 000	80 000

NOTES

NOTE 19. KEY FIGURES

	31.03.21	31.03.20	31.12.20
Profit & Loss Account			
Net profit (NOK 1.000)	14 261	15 718	68 136
Net interest as a % of average assets	1.17 %	1.14 %	1.20 %
Operation cost as a % of income	11.4 %	12.1 %	11.5 %
Net profit as a % of average assets	0.75 %	0.79 %	0.84 %
Balance sheet			
Gross lending (NOK 1.000)	7 197 071	7 752 858	7 232 317
Collective write-downs as a % of lending	0.0 %	0.0 %	0.0 %
12 months growth in customer lending	-7.2 %	3.5 %	-4.8 %
Total assets (NOK 1.000 kr)	7 680 307	8 214 566	7 728 241
Average total assets	7 716 963	8 016 865	8 103 244
Solidity			
Rate of return on equity capital	9.3 %	10.5 %	11.4 %
Core tier one Capital (NOK 1.000)	547 629	548 383	547 919
Core tier one Capital ratio	19.0 %	17.3 %	18.6 %
LR (Leverage Ratio)	7.0 %	6.4 %	6.9 %
Information on lending portfolio			
Surplus value of cover pool (NOK 1.000)	1 116 059	1 247 725	1 406 079
Surplus value of cover pool (%)	17 %	18 %	23 %
Indexed LTV	53 %	56 %	54 %
Proportion of variable-rate loans	100 %	100 %	100 %
Proportion of flexible mortgages*)	10 %	11 %	11 %
Average loan value (NOK 1.000)	1 203	1 144	1 189
Number of loans	5 976	6 748	6 077
Remaining maturity - weighted average (year)	20.4	20.7	20.2
Seasoning - weighted average (year)	3.1	2.8	3.1

*) 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

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