

Quarterly Report

Q1 – Q3 2024

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Management's Review

Quarterly Report in headlines

Significant profit progress in the Bank

The BANK of Greenland's profit before tax is DKK 193.6 million for the first nine months of 2024, compared to DKK 170.8 million for the same period of 2023. The profit before value adjustments and write-downs amounts to DKK 186.2 million, compared to DKK 159.3 million for the previous year.







Lending has increased by DKK 204 million since the end of 2023, amounting to DKK 5,017 million at the end of September 2024. It was expected that Greenland's economic development would result in positive, but more subdued growth in the Bank's lending in 2024. At the same time, guarantees decreased by DKK 364 million, from DKK 1,774 million at the end of 2023, to DKK 1,410 million at the end of September 2024. The decrease is due to a change in the guarantee scheme with DLR Kredit.

In the first nine months of 2024, net interest and fee income increased by DKK 40.8 million to DKK 355.9 million, compared to the same period of 2023. The increase is due to recent years' growth in lending and deposits, and the development in the level of interest rates in the period. Compared to Q3 2023, lending increased by around 7% and deposits by around 10% up to the end of Q3 2024.

At the end of Q3 2024, total expenses including depreciation amounted to DKK 173.7 million, compared to DKK 160.2 million for the same period of 2023. The increase concerns staff expenses as a consequence of collective agreement-based adjustments and continued investment in more employees, as well as other administration expenses, where the increase can be attributed primarily to IT expenses.

At the end of September 2024, value adjustments entail a capital gain of DKK 22.6 million, compared to a capital gain of DKK 19.8 million for the same period of 2023. Interest rate trends resulted in weak positive development in the Bank's bond holdings, while the currency area also performed positively. In terms of value adjustment alone, the Bank's holdings of sector equities performed negatively, even though sector equities yielded extraordinarily high dividends in 2024.

Impairment of loans and guarantees in the first three quarters of 2024 amounted to DKK 15.2 million, compared to DKK 8.3 million for the same period of 2023. The Bank sees continued satisfactory creditworthiness in the loan portfolio. In addition to the Bank's individual impairment models, a management supplement of DKK 33.7 million is allocated. In the stock exchange announcement of 22 October 2024, the forecast profit for the year before tax for 2024 was adjusted upwards to a range of DKK 225-250 million, which is maintained.

-  The profit before tax gives a return of 18.4% p.a. on opening equity after disbursement of dividend.
-  Lending still above DKK 5 billion.
-  Deposits of DKK 6.9 billion.
-  Core earnings per krone in costs of 2.07 at 30 September 2024, compared to 1.99 at 30 September 2023.
-  Write-downs and provisions of 0.2% for the period.
-  Solvency ratio of 26.6 and a capital requirement of 11.0%.



Financial Highlights Q1 - Q3 2024

	Q1 - Q3 2024	Q1 - Q3 2023	Full year 2023	Q1 - Q3 2022	Q1 - Q3 2021	Q1 - Q3 2020
Net interest and fee income	355,872	315,032	435,012	255,178	249,061	239,671
Value adjustments	22,574	19,809	40,058	-45,672	7,716	-4,691
Other operating income	3,972	4,456	5,803	4,563	3,942	3,343
Staff and administration expenses	163,922	152,100	211,166	138,304	137,545	126,964
Depreciation and impairment of tangible assets	6,711	6,070	8,158	5,488	5,214	5,213
Other operating expenses	3,042	2,050	2,815	2,036	1,992	1,746
Write-downs on loans and receivables, etc.	15,164	8,253	14,160	3,040	1,570	10,394
Profit before tax	193,579	170,824	244,574	65,201	114,398	94,006
Tax	23,645	33,706	52,179	-747	18,377	24,898
Profit for the period	169,934	137,118	192,395	65,948	96,021	69,108
Selected balance sheet items:						
Lending	5,016,899	4,672,382	4,812,975	4,101,071	3,814,849	3,734,998
Deposits	6,932,155	6,289,006	6,413,469	5,786,992	5,634,605	5,909,284
Equity	1,553,473	1,422,847	1,479,123	1,264,404	1,230,319	1,149,052
Total assets	9,586,766	8,523,579	8,840,981	7,752,312	7,352,102	7,447,672
Contingent liabilities	1,409,986	1,868,631	1,774,426	2,044,097	1,937,514	1,585,426
Key figures:						
Capital ratio	26.6	24.6	26.0	22.7	22.7	23.0
Core capital ratio	24.8	23.4	24.9	22.2	22.7	23.0
Return on equity before tax for the period	12.8	12.5	17.5	5.1	9.5	8.4
Return on equity after tax for the period	11.2	10.0	13.8	5.2	8.0	6.2
Income per cost krone	2.0	2.0	2.0	1.4	1.8	1.7
Rate of return	1.8	1.6	2.2	0.9	1.3	0.9
Interest risk rate	1.0	1.2	0.7	1.3	1.4	1.1
Foreign exchange position	0.3	0.5	0.4	0.6	0.9	0.6
Liquidity coverage ratio	260.9	227.0	259.0	230.9	273.4	243.1
Net stable funding ratio	134.5	133.6	134.0	136.0	-	-
Lending plus write-downs as a ratio of deposits	69.6	72.2	72.3	69.0	64.4	63.9
Lending as a ratio of equity	3.2	3.3	3.3	3.2	3.1	3.3
Growth in lending for the period	4.2	7.3	10.6	8.4	-4.8	-0.7
Sum of large exposures	152.6	163.9	150.0	167.5	161.3	168.4
Write-down ratio for the period	0.2	0.1	0.2	0.1	0.0	0.2
Accumulated write-down ratio	3.4	3.0	3.1	3.0	3.2	3.3
Profit per share after tax for the period	94.4	76.2	106.9	36.6	53.3	38.4
Net book value per share	863.0	790.5	821.7	702.4	684.0	638.0
Stock exchange quotation/net book value per share	0.8	0.8	0.8	0.8	0.9	0.9

Management's Review, Q1 – Q3 2024

Statement of income

At TDKK 274,094, compared to TDKK 237,689 in the first half of 2024, net interest income increased by just over 15%. The rising level of interest rates during 2023, and the high level of lending, are driving the growth.

Up to the end of September 2024, in two instances Danmarks Nationalbank lowered the official interest rates by a total of 0.5%, but the level of interest rates continues to contribute positively to earnings. At the same time, lending increased by TDKK 344,517 or 7.4% in the period from 30 September 2023 until 30 September 2024.

As expected, the Bank also saw shifts in deposits in favour of savings and high-interest accounts, thereby reducing the deposit margin during 2024.

Dividend on shares increased by TDKK 6,704 to TDKK 8,859. 30 September 2024. This significant increase is due in particular to DLR Kredit's payment of dividend for the first time.

Fee and commission income decreased by TDKK 2,419 compared to the same period of 2023. Lower investment activity, a lower level of guarantees and insurance brokerage commission affected this item negatively.

Net interest and fee income overall increased by TDKK 40,840 to TDKK 355,872 in the first nine months of 2024.

Other operating income amounts to TDKK 3,972, after a decrease of TDKK 484 from 30 September 2023. The

difference primarily concerns the lower external rental value of the Bank's properties.

Staff and administration expenses amount to TDKK 163,922 after increasing by TDKK 11,822 from 30 September 2023. Staff expenses increased by TDKK 8,734 as a result of higher staff numbers and collectively agreed salary increases. Administration expenses increased by TDKK 3,088. The increase primarily reflects IT expenses.

Other operating expenses, which concern operation and maintenance of the Bank's office buildings, increased by TDKK 992 to TDKK 3,042 in the first three quarters of 2024, compared to the same period of 2023. The increase is primarily due to planned maintenance of bank buildings.

Depreciation of tangible assets amounted to TDKK 6,711, compared to TDKK 6,070 for the same period of 2023.

The profit before value adjustments and write-downs amounted to a satisfactory TDKK 186,169, compared to TDKK 159,268 after three quarters of 2023.

Value adjustments represent a total capital gain of TDKK 22,574, compared to a capital gain of TDKK 19,809 for the same period of the previous year. In terms of value adjustments alone, the Bank's holdings of sector equities performed negatively, although this should be viewed against share dividends, as described above. The currency area is at the level of the same period in 2023. Based on the level of interest rates and increased holdings, the Bank's bond holdings gave higher capital gains in the first nine months of 2024 compared to the first nine months of 2023.

Financial Highlights and Key Figures

DKK 1,000

	Q3 2024	Q2 2024	Q1 2024	Q4 2023	Q3 2023	Q2 2023	Q1 2023	Q4 2022
Net interest and fee income	113,509	122,734	119,629	119,981	111,043	99,933	104,056	96,307
Costs, depreciation and amortisation	56,190	58,299	59,186	61,918	51,492	51,814	56,914	59,254
Other operating income	1,355	1,316	1,301	1,346	1,451	1,613	1,392	2,025
Profit before value adjustments and write-downs	58,674	65,751	61,744	59,409	61,002	49,732	48,534	39,078
Value adjustments	18,657	-1,450	5,367	20,248	8,817	3,085	7,907	6,316
Write-downs on loans, etc.	3,892	5,946	5,326	5,907	1,974	-713	6,992	1,483
Profit before tax	73,439	58,355	61,785	73,750	67,845	53,530	49,449	43,911

Impairment of loans, etc. amounted to TDKK 15,164, compared to TDKK 8,253 for the same period of 2023. The Bank sees continued satisfactory creditworthiness in the loan portfolio. The impairment level is still modest and the impairment ratio for the period is 0.2%.

Despite uncertain macroeconomic prospects, including a higher interest rate level and geopolitical instability, Greenland and the BANK of Greenland's customers are not significantly challenged so far. However, the future economic development is subject to uncertainty.

In addition to the individual write-downs, on this basis the Bank has maintained a significant management reserve of DKK 33.7 million to counter risks.

The profit before tax is thereafter TDKK 193,579, and thereby TDKK 22,755 higher than for the same period of 2023.

Development in the quarter

Net interest and fee income amounted to TDKK 119,629 in Q1 and TDKK 122,734 in Q2. In Q3, the item amounted to TDKK 113,509. The development reflects falling interest rates and pressure on the deposit margin in Q3.

Total costs amounted to TDKK 59,186 in Q1 and TDKK 58,299 in Q2. In Q3, the item amounted to TDKK 56,190. Staff expenses decreased from Q1 to Q2, and again in Q3, since in Q1 holiday allowance, etc. is paid, but is not paid in the subsequent quarters. Other administration costs were by and large unchanged between the quarters.

The profit before value adjustments and write-downs thereby decreased in Q3, to TDKK 58,674, which is TDKK 7,077 lower than in Q2 and TDKK 3,070 lower than in Q1. Profit before tax increased in Q3 2024 to DKK 73.4 million, from DKK 58.4 million in Q2 and DKK 61.8 million in Q1.

Lending increased by TDKK 78,749 in Q1 and by TDKK 205,578 in Q2, while lending decreased by TDKK 80,403 in Q3. Overall, this corresponds to an increase of 4.2% from the end of 2023. At the start of the year, it was expected that the favourable economic development in Greenland would increase the Bank's lending, but generally with a lower growth rate than in previous years.

Deposits increased by TDKK 268,070 in Q1 2024, but decreased by TDKK 127,656 in Q2. In Q3, deposits increased by TDKK 378,272, and in overall terms, the increase in deposits from the end of 2023 is thus TDKK 518,686.

Balance sheet and equity

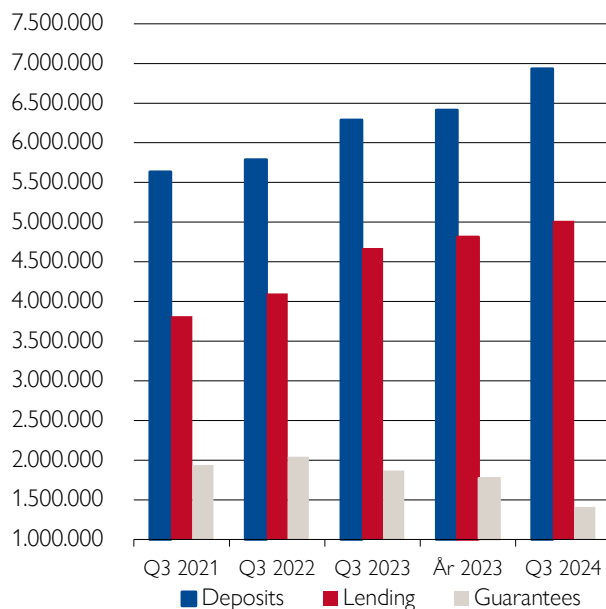
During the first nine months, the Bank's lending increased satisfactorily, by TDKK 203,924 to TDKK 5,016,899, while the Bank's guarantees to customers decreased by TDKK 364,440 from the end of 2023, and amounted to TDKK 1,409,986 at the end of September 2024. The Bank has entered into a new guarantee agreement with DLR Kredit, which entails lower guarantee provision than before.

During 2024 the Bank acquired five new staff accommodation properties, increasing the value of domicile properties to TDKK 310,998.

The Bank's deposits, which predominantly comprise on-demand deposits, amounted to TDKK 6,932,155 at the end of September 2024, representing an increase of 8% from the end of 2023. The Bank continues to have a stable deposit/lending ratio of approximately 133%.

After payment of the dividend of TDKK 99,000 for 2023 adopted by the Annual General Meeting, the Bank's equity increased from TDKK 1,479,123 to TDKK 1,553,473.

Total assets thereafter increased by TDKK 215,846 to TDKK 9,586,766..



Uncertainty of recognition and measurement

The principal uncertainties concerning recognition and measurement are related to write-downs on lending, provisions on guarantees and non-utilised credit facilities, together with the valuation of properties, unlisted securities and financial

instruments. The management assesses that the presentation of the accounts is subject to an appropriate level of uncertainty.

Since the end of 2023, the Bank has provided information on uncertainty in relation to the memorandum published by the Danish Financial Supervisory Authority, "Loss levels on exposures secured by mortgages on real estate", in which the Authority assessed whether there is a well-developed and well-established real estate market in Denmark, the Faroe Islands and Greenland.

The consultation phase for the memorandum has now been completed, and on 2 September 2024, the FSA published a revised memorandum. Moreover, on the same day, the Bank issued a stock exchange announcement on this subject.

On the conclusion of the consultation, it has been established that the assessment of well-developed and well-established markets in Greenland only has a negative impact on certain delimited segments of commercial properties. It has also been established that on the transition to CRR3, the effect will lapse.

Until CRR3 is implemented in Greenlandic law, expected to be in 2026, the Bank's risk-weighted assets will be increased as a consequence of the changed assessment. The effect of the assessment is fully recognised in the Bank's risk-weighted assets for Q3 2024.

Financial risks

The BANK of Greenland is exposed to various financial risks, which are managed at different levels of the organisation. The Bank's financial risks consist of:

Credit risk: Risk of loss as a consequence of debtors' or counterparties' default on actual payment obligations.

Market risk: Risk of loss as a consequence of fluctuation in the fair value of financial instruments and derivative financial instruments due to changes in market prices. The BANK of Greenland classifies three types of risk within the market risk area: interest rate risk, foreign exchange risk and share risk.

Liquidity risk: Risk of loss as a consequence of the financing costs increasing disproportionately, the risk that the Bank is prevented from maintaining the adopted business model due to a lack of financing/funding, or ultimately, the risk that the Bank cannot fulfil agreed payment commitments when they fall due, as a consequence of the lack of financing/funding.

Operational risk: The risk that the Bank in full or in part incurs financial losses as a consequence of inadequate or

inappropriate internal procedures, human errors, IT systems, etc.

Capital requirement

The BANK of Greenland must by law have a capital base that supports the risk profile. The BANK of Greenland compiles the credit and market risk according to the standard method and the operational risk according to the basic indicator method.

MREL requirement

The requirement concerning own funds and eligible liabilities must be viewed as an element of the recovery and resolution of banks. This entails that banks which are subject to this requirement must maintain a ratio of capital instruments and debt obligations that, in a resolution situation, can be written down or converted before simple claims.

On 30 November 2023, a revised MREL requirement was determined for the BANK of Greenland, at 30.2% of the Bank's risk-weighted assets at the end of 2022. The MREL requirement is being phased in during the period from 2022 to 2027. The linear phasing-in means that by 2024, the Bank must fulfil an MREL requirement of 7.55%. This means that in the coming years, the Bank must fulfil the phased-in requirement by issuing capital instruments and consolidation of equity capital.

In continuation of the established MREL requirement, the Bank made issues in 2021-2024. A total of DKK 175 million in Senior Non-Preferred and DKK 105 million in subordinated capital contributions has been issued.

Going forward, the Bank also expects to continuously issue securities.

Capital requirement	Q3 2024	Year 2023
Pillar I	8.00%	8.00%
Pillar II	2.97%	3.06%
Solvency requirement	10.97%	11.06%
SIFI buffer requirement	1.50%	1.50%
Capital reserve buffer requirement	2.50%	2.50%
Capital requirement	14.97%	15.06%
MREL requirement (phased in linearly as from 1 January 2022)	7.55%	4.90%
Total capital requirement	22.52%	19.96%
Capital base, cf. Note 18	1,486,017	1,450,158
SNP issue	174,215	173,969
MREL capital base	1,660,232	1,624,127
MREL capital ratio	29.70%	29.10%
Surplus capital cover	7.18%	9.14%

Solid capital base

In accordance with the Danish Financial Business Act, the Board of Directors and the Executive Management must ensure that the BANK of Greenland has an adequate capital base. The capital requirement is the capital which, according to the management's assessment, as a minimum is needed to cover all risks.

The BANK of Greenland was designated as an SIFI institution in April 2017.

Based on the requirements concerning own funds and eligible liabilities, the Board of Directors expects that the total capital reserves must be increased during the coming years. The aim of the Board of Directors is that there must be sufficient capital for growth in the Bank's business activities, just as there must be sufficient capital to cover ongoing fluctuations in the risks assumed by the Bank.

In 2021, the Bank's Board of Directors therefore adopted a capital objective with a set target for CET1 of 24%. The BANK of Greenland's core capital ratio was 24.8 at the end of September 2024, and the capital ratio was 26.6. In view of the recent clarification of the uncertainties described above concerning exposures secured by mortgages on real estate, in 2024 the Bank has had a core capital ratio higher than the target and towards the end of the year the Board of Directors will undertake a new assessment of the level of core capital.

At the end of September 2024, the risk-weighted assets amounted to TDKK 5,584,379, after decreasing slightly by TDKK 25,766 from 30 June 2024. It was expected that the Bank would see an increase as a consequence of the changed assessment of the real estate market from the FSA. The effect is set off, however, by the changed guarantee scheme with DLR Kredit and the other development in the balance sheet during the quarter.

The result for Q1-Q3 2024 has not been verified by the Bank's auditor and is therefore not included in the capital ratio. Including the result at 30 September 2024, the core capital ratio is calculated at 27.4% and the capital ratio at 29.3%.

As at the end of September 2024, the Bank's individual solvency requirement was compiled at 11.0%. The BANK of Greenland thus has surplus capital cover before the buffer requirements of 15.6%, or TDKK 873,456. After deductions for the capital reserve buffer requirement of 2.5% and the SIFI buffer requirement of 1.5%, the surplus cover is 11.6%.

The BANK of Greenland's reported individual solvency requirement according to the 8+ model

	Q3 2024		Full year 2023	
	Capital requirement	Solvency requirement	Capital requirement	Solvency requirement
Pillar I requirement	446,750	8.0	445,843	8.0
Credit risk	112,232	2.0	120,061	2.2
Market risk	26,309	0.5	22,404	0.4
Operational risk	15,769	0.3	15,646	0.3
Other risk	11,501	0.2	12,256	0.2
Capital and solvency requirement	612,561	11.0	616,210	11.1

The BANK of Greenland has published further details of the calculated solvency requirement in a report on its website <http://www.banken.gl/report/>

Liquidity

The liquidity coverage ratio (LCR) is a minimum requirement of the ratio between current assets and liabilities, to ensure a satisfactory liquidity ratio.

At the end of Q2, the Bank had an LCR of 260.9% and thereby fulfils the LCR requirement of at least 100%.

The Bank's required funding is based solely on deposits.

The Supervisory Diamond

The BANK of Greenland has considered the benchmarks set out in the Danish FSA's Supervisory Diamond for banks. The Supervisory Diamond states four benchmarks for banking activities which the Bank aims to fulfil. It must be noted that publicly-owned enterprises account for 36% points of the sum of large exposures.

The property exposure amounts to 19.8%. This exposure is subject to considerable subordinate public financing. In addition, some of the exposure is based on lease contracts with the state, the Government of Greenland or municipalities. The Bank assesses that both of these factors contribute to stabilising the overall sector exposure.

Investor relations

The BANK of Greenland's overall financial objective is to achieve a competitive return for the shareholders. At a price of 660 at the end of September 2024, the price of the BANK of Greenland's share has increased since the end of 2023, when the price was 625.

At the Bank's Annual General Meeting on 20 March 2024, a dividend payment of DKK 55 per share, or a total of DKK 99 million to the Bank's shareholders, was adopted, and was paid out on 25 March 2024.

In accordance with Section 28a of the Danish Companies Act, six shareholders have notified shareholdings in excess of 5%. The Bank has no holdings of own shares.

The BANK of Greenland's mission, values and corporate governance

The BANK of Greenland conducts banking activities in Greenland in open competition with domestic and foreign banks and provides advice and services in the financial area to all citizens and businesses in Greenland.

The Bank's mission should be viewed in a broader perspective whereby the BANK of Greenland can be seen as the BANK for

all of Greenland. This entails an enhanced responsibility to participate positively and actively in society's development and to help to create opportunities for the benefit of Greenland, while also ensuring sound financial activities. The BANK of Greenland is highly aware of this vital role.

The BANK of Greenland's values are firmly anchored in the Bank and its employees. The values are Commitment, Decency, Customer-oriented and Development-oriented. These values serve as a guide for how we act and wish to be seen within and outside the Bank.

The BANK of Greenland considers all of the Corporate Governance recommendations and the Danish Executive Order on Management and Control of Banks, etc. and it is the Bank's objective to observe these recommendations at all times and to the greatest possible extent. The Bank's Corporate Governance Statement can be found on the Bank's website www.banken.gl.

Outlook for the remainder of 2024

Despite inflation and interest rate increases, the BANK of Greenland expects moderate economic growth in Greenland in 2024, as described in the 2023 Annual Report.

On this basis lending is expected to develop positively in 2024, but with lower growth than in the preceding two years. It can be expected that up to the end of 2024 lending may decline slightly from the level at the end of Q3 2024. Deposits are expected to be at the level of or slightly below the level at the end of Q3 2024.

Total core income is expected to increase in 2024, for which the primary reasons are the increased lending volume and the development in interest rates.

Total expenses including depreciation and amortisation are expected to be higher than in 2023. A few staff increases and the full effect of staff increases are expected in 2023.

The Supervisory Diamond

	Q3 2024	Limit
Sum of large exposures	152,6%	< 175%
Property exposure	19,8%	< 25%
Growth in lending	7,40%	< 20%
Liquidity-benchmark	235,8%	> 100%

Administration expenses are also expected to increase, primarily in the IT area and for supplementary staff training.

The Bank assesses that the quality of the loan portfolio is satisfactory. Write-downs on loans are therefore still expected to be at a low, but normalised, level.

On the basis of the level of interest rates, gains must be expected on the Bank's listed securities. Capital gains are expected from the currency area and sector equities.

In the stock exchange announcement of 22 October 2024, the forecast profit for the year before tax was adjusted upwards to a range of DKK 225-250 million, which is maintained.

Statement by the Management

The Board of Directors and Executive Management have today considered and approved the interim report for the period from 1 January to 30 September 2024, for the public limited liability company, GrønlandsBANKEN, aktieselskab.

The interim report was prepared in accordance with the Danish Financial Business Act, and the Management's Review was drawn up in accordance with the Danish Financial Business Act. The interim report is furthermore prepared in accordance with additional Danish disclosure requirements for listed financial companies.

It is our opinion that the interim report gives a true and fair view of the Bank's assets, liabilities and financial position at 30 September 2024, and of the result of the Bank's activities for the first three quarters of 2024.

It is our opinion that the Management's Review gives a true and fair review of the development in the Bank's activities and financial affairs, as well as a description of the significant risks and uncertainties to which the BANK of Greenland is subject.

Nuuk, 6 November 2024

Executive Management

Martin Birkmose Kviesgaard

Board of Directors

Gunnar í Liða

Chair

Kristian Frederik Lennert

Vice Chair

Maliina Bitsch Abelsen

Lars Holst

Pilunnguaq Frederikke Johansen Kristiansen Tulliaq Angutimmarik Olsen

Niels Peter Fleischer Rex

Peter Angutinguaq Wistoft



Income Statement and Statement of Comprehensive Income

DKK 1,000

Notes		Q1 - Q3 2024	Full year 2023	Q1 - Q3 2023
3	Interest income	363,633	417,162	298,832
4	Interest expenses	89,539	87,468	61,143
	Net interest income	274,094	329,694	237,689
	Share dividend, etc.	8,859	2,155	2,155
5	Fees and commission income	73,091	103,932	75,510
	Fees paid and commission expenses	172	769	322
	Net interest and fee income	355,872	435,012	315,032
6	Value adjustments	22,574	40,058	19,809
	Other operating income	3,972	5,803	4,456
7	Staff and administration expenses	163,922	211,166	152,100
	Depreciation and impairment of tangible assets	6,711	8,158	6,070
	Other operating expenses	3,042	2,815	2,050
16	Write-downs on loans and receivables, etc.	15,164	14,160	8,253
	Profit before tax	193,579	244,574	170,824
8	Tax	23,645	52,179	33,706
	Profit for the period	169,934	192,395	137,118
	COMPREHENSIVE INCOME			
	Profit for the period	169,934	192,395	137,118
	Other comprehensive income:			
	Value adjustment of properties	4,555	5,643	4,183
	Value adjustment of defined-benefit severance/pension scheme	0	-96	0
	Tax on value adjustment of properties	-1,139	-1,411	-1,046
	Other comprehensive income	3,416	4,136	3,137
	Comprehensive income for the period	173,350	196,531	140,255

Balance Sheet

DKK 1,000

Notes	Assets	30 September 2024	31 December 2023	30 September 2023
	Cash balance and demand deposits with central banks	1,686,999	1,552,747	1,484,522
9	Receivables from credit institutions and central banks	115,905	120,150	108,386
16	Loans and other receivables at amortised cost	5,016,899	4,812,975	4,672,382
10	Bonds at fair value	1,616,182	1,303,120	1,279,636
	Shares, etc.	146,767	135,614	132,517
11	Assets connected to pool schemes	582,542	513,822	439,494
	Land and buildings in total, domicile properties	310,891	298,142	297,153
	- Domicile properties	310,891	298,142	297,153
	Other tangible assets	8,182	6,781	6,363
	Other assets	96,908	93,202	98,002
	Accruals and deferred income	5,491	4,428	5,124
	Total assets	9,586,766	8,840,981	8,523,579
	Liabilities			
	Liabilities to credit institutions and central banks	18,117	22,105	17,952
12	Deposits and other liabilities	6,932,155	6,413,469	6,289,006
	Deposits in pool schemes	582,542	513,822	439,494
13	Issued bonds at amortised cost	174,215	173,969	74,668
	Current tax liabilities	46,632	11	61,069
	Other liabilities	89,764	63,274	69,852
	Prepayments and deferred expenses	2,480	5,451	2,681
	Total debt	7,845,905	7,192,101	6,954,722
	Provisions for pensions and similar obligations	2,740	2,506	2,322
	Provisions for deferred tax	61,151	84,762	59,172
	Provisions for losses on guarantees	11,262	9,733	10,801
	Other provisions	8,280	8,427	9,427
	Total provisions	83,433	105,428	81,722
14	Subordinated debt	103,955	64,329	64,288
	Total subordinated debt	103,955	64,329	64,288
	Equity			
15	Share capital	180,000	180,000	180,000
	Revaluation reserves	69,299	65,883	64,788
	Retained earnings	1,304,174	1,134,240	1,178,059
	Proposed dividend	0	99,000	0
	Total equity	1,553,473	1,479,123	1,422,847
	Total liabilities	9,586,766	8,840,981	8,523,579

1 Accounting policies applied

2 Accounting estimates

17 Contingent liabilities

18 Capital conditions and solvency

Statement of Changes in Equity

DKK 1,000

	Share capital	Revaluation reserves	Retained earnings	Proposed dividend	Total equity capital
Equity, 01 January 2023	180,000	61,651	1,040,941	36,000	1,318,592
Dividend paid	0	0	0	-36,000	-36,000
Other comprehensive income	0	3,137	0	0	3,137
Profit for the period	0	0	137,118	0	137,118
Equity, 30 September 2023	180,000	64,788	1,178,059	0	1,422,847
Other comprehensive income	0	1,095	-96	0	999
Profit for the period	0	0	-43,723	99,000	55,277
Equity, 31 December 2023	180,000	65,883	1,134,240	99,000	1,479,123
Equity, 01 January 2024	180,000	65,883	1,134,240	99,000	1,479,123
Dividend paid	0	0	0	-99,000	-99,000
Other comprehensive income	0	3,416	0	0	3,416
Profit for the period	0	0	169,934	0	169,934
Equity, 30 September 2024	180,000	69,299	1,304,174	0	1,553,473



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Notes to the Quarterly Report

1. Accounting policies applied etc.

The Quarterly Report has been prepared in accordance with the Danish Financial Business Act, the statutory order on financial reports for credit institutions and investment service companies, etc. and the Danish disclosure requirements for the quarterly reports of listed financial companies.

The accounting policies applied are unchanged from the Annual Report for 2023.

Tax, which consists of current tax and changes in deferred tax, is recognised in the income statement when it relates to the

profit for the period, and directly in equity when it can be attributed to items carried directly to equity.

On calculating the taxable income, Greenland allows tax deduction of dividends for the dividend-paying company. The taxation value of this is therefore added to equity at the time of the Annual General Meeting's approval of the dividend.

Deferred tax assets are recognised in the balance sheet at the value at which the asset is expected to be realised. The quarterly report has not been audited or reviewed.

2. Significant accounting estimates

The calculation of the accounting value of certain assets and liabilities is subject to a degree of uncertainty and an estimate of how future events will affect the value of these assets and liabilities. The most significant estimates relate to:

- measurement of loans, guarantees and non-utilised credit facilities;
- financial instruments;
- fair value of domicile properties; and
- provisions.

Non-listed financial instruments that primarily concern sector equities and that are measured at estimated fair values.

The measurement of the fair value of the Bank's head office properties is subject to significant accounting estimates and assessments, including expectations of the properties' future returns and the fixed yield ratios.

For provisions, there are significant estimates related to the determination of the future employee turnover rate, as well as determining the interest obligation for tax-free savings accounts.

DKK 1,000	Q1 – Q3 2024	Full year 2023	Q1 – Q3 2023
3. Interest income			
Lending and other receivables	287,630	336,767	242,965
Bonds	28,561	29,770	21,221
Foreign exchange, interest rate, equity, commodity and other contracts, as well as derivative financial instruments	791	1,177	886
Total interest income	363,633	417,162	298,832
4. Interest expenses			
Credit institutions and central banks	106	151	118
Deposits and other liabilities	89,433	87,256	61,025
Issued Bonds	0	61	0
Total interest expenses	89,539	87,468	61,143
5. Fee and commission income			
Securities and securities accounts	2,081	7,780	2,267
Payment settlement	27,498	37,456	27,968
Loan transaction fees	2,864	4,968	3,903
Guarantee commission	22,934	31,134	23,790
Other fees and commission	17,714	22,594	17,582
Total fee and commission income	73,091	103,932	75,510
6. Value adjustments			
Lending at fair value	892	1,983	347
Bonds	15,885	23,654	8,233
Shares	2,139	10,178	6,896
Currency	4,549	6,253	4,764
Foreign exchange, interest rate, equity, commodities and other contracts, as well as derivative financial instruments	-891	-2,010	-431
Assets connected to pool schemes	55,532	42,371	20,157
Deposits in pool schemes	-55,532	-42,371	-20,157
Total value adjustments	22,574	40,058	19,809

DKK 1,000	Q1 – Q3 2024	Full year 2023	Q1 – Q3 2023
7. Staff and administration expenses			
Staff expenses			
Salaries	74,352	93,862	66,601
Other staff expenses	2,297	3,068	2,082
Pensions	9,466	11,613	8,519
Social security expenses	233	569	412
In total	86,348	109,112	77,614
Other administration expenses	77,574	102,054	74,486
Average number of FTEs	153.0	143.5	141.4
Of which salaries and remuneration to the Board of Directors and the Executive Management	4,901	6,345	4,792
Six other employees (Q2 2023: 5 employees) whose activities have a significant influence on the Bank's risk profile:			
Salaries including free car and other benefits	5,879	7,373	4,722
8. Tax			
25-% of the profit before tax	48,395	61,144	42,706
Discount for dividend tax paid	-1,982	-498	-498
6-%-supplement	0	0	0
Total tax on ordinary profit	46,413	60,646	42,208
Paid dividend tax	1,982	498	498
Other changes	0	35	0
Taxation value of dividend paid	-24,750	-9,000	-9,000
Tax in total	23,645	52,179	33,706
Deferred tax	1,139	16,225	1,046
Taxation value of dividend paid	-24,750	0	-9,000
Tax to be paid	47,256	35,954	41,660
No company tax was paid in the period.			
9. Amounts receivable from credit institutions and central banks			
Receivables from credit institutions	115,905	120,150	108,386
Total amounts receivable	115,905	120,150	108,386
10. Bonds			
Of the bond portfolio, a nominal amount of TDKK 50,000 is pledged as collateral for accounts with Danmarks Nationalbank.			

DKK 1,000	Q1 – Q3 2024	Full year 2023	Q1 – Q3 2023
11. Assets connected to pool schemes			
Investment associations	582,526	513,734	439,468
Non-invested funds	16	88	26
Total	582,542	513,822	439,494
12. Deposits			
On demand	5,613,168	5,265,508	5,595,539
On terms of notice	1,017,929	858,360	407,021
Special deposit conditions	301,058	289,601	286,446
Total deposits	6,932,155	6,413,469	6,289,006
13. Issued bonds at amortised cost			
Bond issue	174,215	173,969	74,668
Total	174,215	173,969	74,668
Loan raised as Senior Non-Preferred, nominally The loan was raised as Senior Non-Preferred on 27 October 2021 and falls due for full redemption on 27 October 2026. The Bank has the option of early redemption as from 27 October 2025.	50,000	50,000	50,000
Loan raised as Senior Non-Preferred, nominally The loan was raised as Senior Non-Preferred on 2 September 2022 and falls due for full redemption on 2 September 2027. The Bank has the option of early redemption as from 2 September 2026.	25,000	25,000	25,000
Loan raised as Senior Non-Preferred, nominally The loan was raised as Senior Non-Preferred on 1 December 2023 and falls due for full redemption on 1 December 2030. The Bank has the option of early redemption as from 1 December 2027.	100,000	100,000	0

DKK 1,000	Q1 – Q3 2024	Full year 2023	Q1 – Q3 2023
14. Subordinated debt			
Capital certificate as below	103,955	64,329	64,288
In total	103,955	64,329	64,288
Subordinated debt included in the capital base according to CRR	103,955	64,329	64,288
Loan raised as subordinated debt, nominally	25,000	25,000	25,000
Interest rate, fixed rate	6.197%	6.197%	6.197%
The loan was raised on 2 September 2022 and falls due for full redemption on 2 September 2032. The Bank has the option of early redemption as from 2 September 2027.			
Loan raised as subordinated debt, nominally	40,000	40,000	40,000
Interest rate, floating rate (CIBOR 6 with an addition of 400bp.)	7.827%	8.113%	7.800%
The loan was raised on 1 June 2023 and falls due for full redemption on 1 June 2033. The Bank has the option of early redemption as from 1 June 2028.			
Loan raised as subordinated debt, nominally	40,000	-	-
Interest rate, floating rate (CIBOR 6 with an addition of 325bp.)	6.633%	-	-
The loan was raised on 12 September 2024 and falls due for full redemption on 12 September 2034. The Bank has the option of early redemption as from 12 September 2029.			
15. Share capital			
Share capital consists of 1,800,000 shares of DKK 100.			
Own shares			
Number of own shares	0	0	0
16. Loans			
Write-downs on loans, guarantees and non-utilised credit facilities:			
New write-downs concerning new facilities during the period	9,398	16,292	11,637
Reversal of write-downs concerning redeemed facilities	-16,061	-16,688	-12,154
Net write-downs during the period as a consequence of changes in the credit risk	22,359	14,998	9,501
Losses without preceding write-downs	184	158	88
Received for claims previously written off	-716	-600	-819
Recognized in the statement of income	15,164	14,160	8,253

DKK 1,000	Stage 1	Stage 2	Stage 3	Total
Write-downs on loans				
30.09.2024				
Start of the period	27,301	78,003	90,562	195,866
New write-downs concerning new facilities during the year	1,510	5,287	2,385	9,182
Reversal of write-downs concerning redeemed facilities	-1,720	-5,756	-6,075	-13,551
Change in write-downs at the beginning of the year – transfer to stage 1	10,805	-9,119	-1,686	0
Change in write-downs at the beginning of the year – transfer to stage 2	-755	5,078	-4,323	0
Change in write-downs at the beginning of the year – transfer to stage 3	-16	-4,117	4,133	0
Net write-downs as a consequence of changes in the credit risk	-22,683	11,257	29,839	18,413
Previously written down, now finally lost	0	0	-971	-971
Interest on written-down facilities	0	0	3,633	3,633
Write-downs in total	14,442	80,633	117,497	212,572

Write-downs on guarantees**30.09.2024**

Start of the period	1,096	2,695	5,942	9,733
New write-downs concerning new facilities during the year	66	126	0	192
Reversal of write-downs concerning redeemed facilities	-1	-3	-16	-20
Change in write-downs at the beginning of the year – transfer to stage 1	254	-86	-168	0
Change in write-downs at the beginning of the year – transfer to stage 2	-24	3,093	-3,069	0
Change in write-downs at the beginning of the year – transfer to stage 3	0	-193	193	0
Net write-downs as a consequence of changes in the credit risk	-580	-4,374	6,311	1,357
Write-downs in total	811	1,258	9,193	11,262

Write-downs on non-utilised drawing rights**30.09.2024**

Start of the period	345	517	1,847	2,709
New write-downs concerning new facilities during the year	18	5	1	24
Reversal of write-downs concerning redeemed facilities	-226	-487	-1,777	-2,490
Change in write-downs at the beginning of the year – transfer to stage 1	222	-126	-96	0
Change in write-downs at the beginning of the year – transfer to stage 2	-7	83	-76	0
Change in write-downs at the beginning of the year – transfer to stage 3	0	0	0	0
Net write-downs as a consequence of changes in the credit risk	145	951	1,493	2,589
Write-downs in total	497	943	1,392	2,832

DKK 1,000	Stage 1	Stage 2	Stage 3	Total
Write-downs on loans				
31.12.2023				
Start of the period	28,826	64,706	86,477	180,009
New write-downs concerning new facilities during the year	5,007	9,510	1,016	15,533
Reversal of write-downs concerning redeemed facilities	-3,019	-2,942	-7,625	-13,586
Change in write-downs at the beginning of the year – transfer to stage 1	6,524	-5,889	-635	0
Change in write-downs at the beginning of the year – transfer to stage 2	-1,354	7,445	-6,091	0
Change in write-downs at the beginning of the year – transfer to stage 3	-136	-1,229	1,365	0
Net write-downs as a consequence of changes in the credit risk	-8,547	6,402	15,215	13,070
Previously written down, now finally lost			-3,593	-3,593
Interest on written-down facilities			4,433	4,433
Write-downs in total	27,301	78,003	90,562	195,866

Write-downs on guarantees

31.12.2023				
Start of the period	1,239	1,025	5,772	8,036
New write-downs concerning new facilities during the year	201	414	16	631
Reversal of write-downs concerning redeemed facilities	-2	-3	-68	-73
Change in write-downs at the beginning of the year – transfer to stage 1	2,070	-154	-1,916	0
Change in write-downs at the beginning of the year – transfer to stage 2	-117	179	-62	0
Change in write-downs at the beginning of the year – transfer to stage 3	-7	-48	55	0
Net write-downs as a consequence of changes in the credit risk	-2,288	1,282	2,145	1,139
Write-downs in total	1,096	2,695	5,942	9,733

Write-downs on non-utilised drawing rights

31.12.2023				
Start of the period	498	547	3,776	4,821
New write-downs concerning new facilities during the year	21	107	0	128
Reversal of write-downs concerning redeemed facilities	-159	-34	-2,836	-3,029
Change in write-downs at the beginning of the year – transfer to stage 1	28	-3	-25	0
Change in write-downs at the beginning of the year – transfer to stage 2	-6	497	-491	0
Change in write-downs at the beginning of the year – transfer to stage 3	0	-1	1	0
Net write-downs as a consequence of changes in the credit risk	-37	-596	1,422	789
Write-downs in total	345	517	1,847	2,709

DKK 1,000	Stage 1	Stage 2	Stage 3	Total
Write-downs on loans				
30.09.2023				
Start of the period	28,826	64,706	86,477	180,009
New write-downs concerning new facilities during the year	2,952	6,559	1,227	10,738
Reversal of write-downs concerning redeemed facilities	-2,638	-2,161	-6,010	-10,809
Change in write-downs at the beginning of the year – transfer to stage 1	7,467	-4,873	-2,594	0
Change in write-downs at the beginning of the year – transfer to stage 2	-1,115	6,870	-5,755	0
Change in write-downs at the beginning of the year – transfer to stage 3	-115	-556	671	0
Net write-downs as a consequence of changes in the credit risk	-7,296	5,087	8,753	6,544
Previously written down, now finally lost	0	0	-1,002	-1,002
Interest on written-down facilities	0	0	3,355	3,355
Write-downs in total	28,081	75,632	85,122	188,835

Write-downs on guarantees**30.09.2023**

Start of the period	1,239	1,025	5,772	8,036
New write-downs concerning new facilities during the year	252	191	75	518
Reversal of write-downs concerning redeemed facilities	-2	-6	-68	-76
Change in write-downs at the beginning of the year – transfer to stage 1	545	-37	-508	0
Change in write-downs at the beginning of the year – transfer to stage 2	-70	132	-62	0
Change in write-downs at the beginning of the year – transfer to stage 3	-9	-48	57	0
Net write-downs as a consequence of changes in the credit risk	-816	27	3,112	2,323
Write-downs in total	1,139	1,284	8,378	10,801

Write-downs on non-utilised drawing rights**30.09.2023**

Start of the period	498	547	3,776	4,821
New write-downs concerning new facilities during the year	23	357	0	380
Reversal of write-downs concerning redeemed facilities	-95	-34	-1,140	-1,269
Change in write-downs at the beginning of the year – transfer to stage 1	176	-77	-99	0
Change in write-downs at the beginning of the year – transfer to stage 2	-8	170	-162	0
Change in write-downs at the beginning of the year – transfer to stage 3		-1	1	0
Net write-downs as a consequence of changes in the credit risk	-245	328	551	634
Write-downs in total	349	1,290	2,927	4,566

DKK 1,000	Q1 – Q3 2024	Full year 2023	Q1 – Q3 2023
17. Contingent liabilities			
Mortgage finance guarantees	806,376	1,042,320	1,029,567
Registration and remortgaging guarantees	126,963	182,870	238,295
Other guarantees	476,647	549,236	600,769
Guarantees, etc. in total	1,409,986	1,774,426	1,868,631
Provision balance for guarantees	11,261	9,733	10,801
Provision balance for non-utilised credit facilities	2,832	2,709	4,566
<p>The Bank is a member of BEC (BEC Financial Technologies a.m.b.a.). On any withdrawal the Bank will be obliged to pay a withdrawal fee to BEC equivalent to the preceding three years' IT costs. Like the rest of the Danish banking sector, the Bank has an obligation to make payments to the Guarantee Fund and the Resolution Fund.</p>			
18. Capital conditions and solvency			
Credit risk	4,581,141	4,607,677	4,525,897
CVA risk	8,253	10,267	13,714
Market risk	273,384	233,494	252,361
Operational risk	721,601	721,601	628,793
Total risk exposure	5,584,379	5,573,039	5,420,765
Equity at the beginning of the period	1,479,123	1,318,592	1,318,592
Comprehensive income for the period	0	196,531	0
Proposed dividend, accounting effect	24,750	-74,250	9,000
Paid dividend	-99,000	-36,000	-36,000
Framework for ratio of own shares	-5,985	-11,250	-11,250
Deduction for capital shares in the financial sector	-6,228	0	-2,666
Deductions for prudent valuation	-1,766	-1,443	-1,418
Deductions for Non-Performing Exposures	-8,832	-6,351	-5,687
Actual core capital	1,382,062	1,385,829	1,270,571
Supplementary capital	103,955	64,329	64,288
Capital base	1,486,017	1,450,158	1,297,225
Actual core capital ratio	26.6	26.0	24.6
Capital ratio	24.8	24.9	23.4
Statutory capital ratio requirements	8.0	8.0	8.0



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