



Contents

Management's review

Executive summary	3
Performance indicators and financial ratios – Group.....	4
Management commentary on Q1-Q3 2023.....	6
Alternative performance measures.....	12

Consolidated financial statements

Management's statement on the interim report.....	13
Consolidated financial statements.....	14
Notes	19

Executive summary

Income statement

DKKm	Q1-Q3 2023	Q1-Q3 2022	Index	Q3 2023	Q2 2023	Index
Net interest income	2,591	1,384	187	957	865	111
Net fee income	1,138	1,280	89	361	380	95
Market value adjustments and dividends	407	58	-	132	118	112
Other income	122	81	150	36	52	69
Core income	4,257	2,804	152	1,486	1,414	105
Staff costs	1,097	1,024	107	351	374	94
Operating expenses	763	704	108	256	250	102
Costs and expenses	1,859	1,728	108	607	624	97
Core earnings before impairment	2,398	1,076	223	879	790	111
Impairment of loans and advances, etc.	-29	21	-	-25	-5	-
Profit/loss before tax	2,427	1,055	230	904	795	114
Tax	556	187	298	212	174	122
Profit/loss	1,871	868	215	693	621	112

"The financial statements for the first nine months of 2023 show a highly satisfactory net profit of DKK 1,871 million and a return on equity of 20.8%. As was the case in the preceding quarters, the profit was to a large extent driven by higher net interest income resulting from the rising level of interest rates, whereas a lower level of activity in general resulted in lower net fee income. Meanwhile, owing to buoyant financial markets value adjustments of the Bank's bond portfolio also made a fair-sized contribution to performance.

Lastly, we were pleased to see sustained robust credit quality both among retail and business customers, which resulted in a DKK 29 million positive profit impact from impairment charges – despite the fact that we have increased the Bank's management estimates by DKK 97 million during the year.

The strong credit quality and expectations that impairment charges will have no full-year profit impact were the main reasons why we upgraded our full-year financial guidance in early October. We are now guiding for a record-high profit after tax of between DKK 2,350 million and DKK 2,550 million," says Lasse Nyby, CEO.

Spar Nord achieved a profit after tax of DKK 1,871 million in Q1-Q3 2023, which corresponds to an annualised return on equity of 20.8%. Overall, the performance is considered highly satisfactory.

Core income amounted to DKK 4,257 million, which was DKK 1,453 million, or 52%, higher than in the year-earlier period.

At DKK 2,591 million, net interest income was no less than 87% higher than last year, whereas net fee income fell 11% to DKK 1,138 million. Market value adjustments and dividends amounted to DKK 407 million, with mainly narrowing credit spreads in Q1 and Q3 triggering positive price adjustments on the Bank's bond holdings. Lastly, other income amounted to DKK 122 million.

Total costs and expenses amounted to DKK 1,859 million, against DKK 1,728 million in the same period of 2022. Of this amount, payroll costs amounted to DKK 1,097 million, corresponding to an increase of 7%, and operating expenses amounted to DKK 763 million, which is 8% higher than in the same period of last year.

Loan impairment charges were an income of DKK 29 million in Q1-Q3 2023, against an expense of DKK 21 million in the year-earlier period. Overall, management estimates have been increased by DKK 97 million in 2023 to DKK 671 million at 30 September. The increase in management estimates

related primarily to the uncertainty with respect to the long-term socio-economic effects of the past year's sharp increase in both inflation and interest rates.

Increase of DKK 11.0 billion, or 3% (y/y) in total business volume

At the end of Q3 2023, bank loans were DKK 3.3 billion (6%) and bank deposits DKK 2.2 billion (3%) higher than at the end of Q3 2022. Furthermore, financial market developments prompted an increase in customers' custodianship accounts of DKK 13.7 billion, while deposits in pooled schemes rose by DKK 1.9 billion.

On the other hand, guarantees fell DKK 4.8 billion and mortgage credit facilitation fell DKK 6.0 billion relative to the year-earlier period.

Outlook for 2023

On the basis of its financial results in Q1-Q3 2023, Spar Nord retains its financial guidance for 2023.

Spar Nord is thus guiding for core earnings before impairment of around DKK 3,050–3,250 million and a net profit of around DKK 2,350–2,550 million.

Performance indicators and financial ratios – Group

Performance indicators

Income statement

DKKm	Q1-Q3 2023	Q1-Q3 2022	Change in %	Q3 2023	Q2 2023	Q1 2023	Q4 2022	Q3 2022	Full year 2022
Net interest income	2,591	1,384	87	957	865	770	627	499	2,011
Net fee income	1,138	1,280	-11	361	380	397	410	428	1,689
Market value adjustments and dividends	407	58	-	132	118	157	265	65	323
Other income	122	81	50	36	52	34	41	29	122
Core income	4,257	2,804	52	1,486	1,414	1,357	1,342	1,021	4,145
Staff costs	1,097	1,024	7	351	374	372	360	320	1,384
Operating expenses	763	704	8	256	250	257	249	232	953
Costs and expenses	1,859	1,728	8	607	624	629	610	552	2,338
Core earnings before impairment	2,398	1,076	123	879	790	729	732	470	1,808
Impairment of loans, advances and receivables etc.	-29	21	-	-25	-5	1	57	22	78
Profit/loss before tax	2,427	1,055	130	904	795	727	675	447	1,730
Tax	556	187	198	212	174	170	127	86	313
Profit for the period	1,871	868	115	693	621	557	548	361	1,417
Interest expenses to holders of additional tier 1 (AT1) capital (taken to equity)	35	35	1	12	12	12	12	12	47

Balance sheet

DKKm									
Total assets	127,176	121,147	5	127,176	126,952	125,638	123,936	121,147	123,936
Lending	65,930	63,043	5	65,930	65,537	65,491	65,806	63,043	65,806
Lending, banking and leasing activities	56,161	52,868	6	56,161	56,863	56,053	55,296	52,868	55,296
Lending, reverse repo transactions	9,769	10,175	-4	9,769	8,674	9,438	10,510	10,175	10,510
Deposits	96,538	92,204	5	96,538	96,059	93,490	94,572	92,204	94,572
Deposits, banking activities	72,828	70,677	3	72,828	72,400	70,310	72,169	70,677	72,169
Deposits, repo transactions	327	0	-	327	199	258	0	0	0
Deposits in pooled schemes	23,383	21,527	9	23,383	23,459	22,922	22,402	21,527	22,402
Issued bonds	6,459	5,367	20	6,459	6,330	6,205	6,216	5,367	6,216
Subordinated debt	1,595	2,003	-20	1,595	1,595	1,597	1,597	2,003	1,597
Additional tier 1 (AT1) capital	1,195	1,187	1	1,195	1,193	1,201	1,199	1,187	1,199
Shareholders' equity	12,282	10,821	13	12,282	11,670	11,158	11,270	10,821	11,270
Guarantees	9,822	14,643	-33	9,822	11,137	11,617	12,342	14,643	12,342
Total risk exposure amount	59,880	60,885	-2	59,880	61,512	61,308	60,463	60,885	60,463
Tier 1 capital *)	11,075	10,737	3	11,075	11,110	10,614	11,103	10,737	11,103
Impairment account and discount on exposures taken over	1,712	1,640	4	1,712	1,688	1,679	1,678	1,640	1,678
Business volume	353,009	342,058	3	353,009	355,066	351,123	348,739	342,058	348,739

*) Tier 1 capital for Q1 and Q3 2023 and Q3 2022 are exclusive of recognition of profit/loss for the period.

Financial performance – core earnings, quarterly

Financial ratios

	Q1-Q3 2023	Q1-Q3 2022	Q3 2023	Q2 2023	Q1 2023	Q4 2022	Q3 2022	Full year 2022	
Own funds									
Own funds ratio *)	21.1	20.2	21.1	20.6	19.9	20.9	20.2	20.9	
Tier 1 capital ratio *)	18.5	17.6	18.5	18.1	17.3	18.4	17.6	18.4	
Common equity tier 1 capital ratio *)	16.5	15.7	16.5	16.2	15.4	16.4	15.7	16.4	
Earnings									
Return on equity before tax excl. additional tier 1 (AT1) capital p.a. **)	%	27.1	12.6	30.3	27.3	25.5	24.1	16.2	15.3
Return on equity after tax excl. additional tier 1 (AT1) capital p.a. **)	%	20.8	10.3	23.1	21.2	19.5	19.5	13.0	12.5
Cost share of core income	DKK	0.44	0.62	0.41	0.44	0.46	0.45	0.54	0.56
Cost share of core income – incl. impairment of loans, advances and receivables, etc.	DKK	0.43	0.62	0.39	0.44	0.46	0.50	0.56	0.58
Return on assets	%	1.5	0.7	0.5	0.5	0.4	0.4	0.3	1.1
Market risk and liquidity									
Interest rate risk	%	0.2	0.5	0.2	0.1	0.4	0.5	0.5	0.5
Foreign exchange position	%	0.5	0.6	0.5	0.8	0.6	0.6	0.6	0.6
Foreign exchange risk	%	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Net Stable Funding Ratio (NSFR)	%	129	127	129	128	126	127	127	127
Liquidity Coverage Ratio (LCR)	%	242	217	242	252	230	211	217	211
Bank and leasing loans relative to bank deposits	%	77.1	74.8	77.1	78.5	79.7	76.6	74.8	76.6
Credit risk									
Bank and leasing loans relative to shareholders' equity		4.6	4.9	4.6	4.9	5.0	4.9	4.9	4.9
Increase in loans and advances for the period	%	1.6	7.7	-1.2	1.4	1.4	4.6	2.1	12.7
Sum of large exposures	%	84.7	89.2	84.7	81.6	89.9	83.8	89.2	83.8
Impairment ratio		0.0	0.0	0.0	0.0	0.0	0.1	0.0	0.1
Employees and branches									
Number of employees (full-time equivalents, end of period)		1,675	1,636	1,675	1,655	1,648	1,644	1,636	1,644
Number of branches		62	60	62	62	61	60	60	60
Spar Nord share									
DKK per share of DKK 10									
Share price, end of period		109	85	109	107	108	106	85	106
Net asset value (NAV) **)		104	89	104	98	93	92	89	93
Profit/loss for the period **)		15.4	6.8	5.7	5.1	4.5	4.4	2.9	11.2

*) Own funds for Q1 and Q3 2023 and Q3 2022 are exclusive of recognition of profit/loss for the period.

**) Financial ratios have been calculated as if the additional tier 1 (AT1) capital were treated as a liability for accounting purposes, which means that the calculation of the financial ratios has been based on the shareholders' share of profit and equity. The shareholders' share of profit and equity appears from the statement of changes in equity.

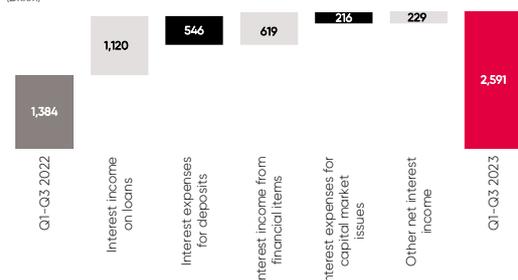
Management commentary on Q1-Q3 2023

Spar Nord achieved a profit after tax of DKK 1,871 million in Q1-Q3 2023, which corresponds to an annualised return on equity of 20.8%. Overall, the performance is considered highly satisfactory.

Income

Core income amounted to DKK 4,257 million, which is DKK 1,453 million, or 52%, higher than in the year-earlier period.

Developments in net interest income (DKKm)



Net interest income was DKK 2,591 million, against DKK 1,384 million in the year-earlier period.

As was the case in the preceding quarters of 2023, developments in net interest income were driven by sharply rising policy and market rates and growth in both lending and deposits.

The increase in interest income from lending was positively affected by a substantial increase in the average lending rate and an increase in average total lending. On the other hand, growth in average deposits and the abolition of negative deposit rates also prompted higher interest expenses compared with the same period of last year. Overall, developments in policy and market rates and lending and deposits resulted in an increase in net interest income from loans and deposits of DKK 574 million compared with Q1-Q3 2022.

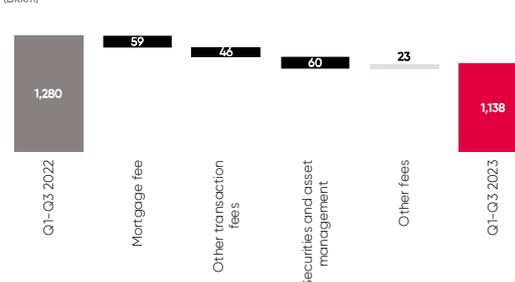
Net interest income relating to the placement of the Bank's excess liquidity in Q1-Q3 2023 was also positively affected by rising interest rates. Net interest income from financial items and other net interest income in Q1-Q3 2023 were thus DKK 848 million higher overall than in the same period of last year.

On the other hand, rising market rates and increased volumes had an adverse effect on the Bank's interest expenses for capital market issues, which increased by DKK 216 million in Q1-Q3 2023 relative to the same period of last year.

DKKm	Q3 2023	Q2 2023	Q1 2023	Q4 2022	Q3 2022
Interest income on loans	824	780	686	601	416
Interest expenses for deposits	146	109	78	51	(57)
Net interest income, deposits and loans	679	670	608	550	473
Interest income from financial items	303	217	191	65	57
Interest expenses for capital market issues	107	93	80	23	41
Other net interest income	82	69	51	35	9
Total net interest income	957	865	770	627	499

Net fee income was DKK 1,138 million, against DKK 1,280 million in the same period of 2022. Net fee income thus accounted for 31% of total net interest and fee income (Q1-Q3 2022: 48%).

Developments in net fee income (DKKm)



Overall, net fee income in Q1-Q3 2023 was DKK 142 million lower than in the same period of last year, or a decrease of 11%.

Developments in net fee income in Q1-Q3 2023 were adversely affected by an overall lower level of activity in areas such as house sales, loan remortgaging and securities trading compared with the same period of last year. At the same time, volume-dependent fee income in Q1-Q3 2023 were below last year's level because of reduced income at the start of the year from mortgage loan facilitation and asset management.

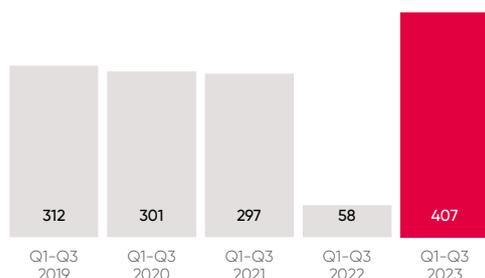
Persistently strong activity in payment services and cards as well as insurance and pension had the opposite effect and made a positive contribution to net fee income in Q1-Q3 2023.

DKKm	Q3 2023	Q2 2023	Q1 2023	Q4 2022	Q3 2022
Mortgage fees	117	117	122	133	138
Other transaction fees	19	24	24	35	38
Securities and asset management	96	117	106	124	123
Other fees	130	122	144	118	129
Total net fee income	361	380	397	410	428

Financial review

Market value adjustments and dividends amounted to DKK 407 million, against DKK 58 million in the same period of 2022. Market value adjustments in the Trading Division were DKK 192 million, while market value adjustments deriving from customer activity and business volume totalled DKK 215 million.

Market value adjustments and dividends (DKKm)



For Q1-Q3 2023 as a whole, financial markets were favourably affected by a narrowing of credit spreads in the fixed income market, primarily in Q1 and Q3 2023, and rising equity prices especially in the first two quarters of the year.

Overall, these developments prompted positive value adjustments in the Trading Division of DKK 192 million, with value adjustments of the Bank's bond portfolio contributing DKK 175 million, while market value adjustments on the Bank's equity portfolio totalled DKK 17 million.

It should still be noted that the Bank's bond portfolio is recognised at fair value irrespective of whether it is placed in the trading book or in the banking book.

DKKm	Q3 2023	Q2 2023	Q1 2023	Q4 2022	Q3 2022
Market value adjustments and dividends, shares in sector-owned companies, etc.	48	51	46	65	63
Market value adjustments, currency and currency trading	22	23	24	24	22
Market value adjustments deriving from customer activity and business volume	70	75	70	89	85
Market value adjustments, equity portfolio	2	6	9	9	-1
Market value adjustments, bond portfolio, etc.	61	37	78	166	-20
Market value adjustments in Trading Division, etc.	62	43	87	176	-21
Total market value adjustments	132	118	157	265	65

Market value adjustments and dividends on the portfolio of strategic shareholdings in the financial sector were DKK 146 million, which was DKK 21 million lower than in the same period of 2022. The lower income was mainly due to lower market value adjustments regarding Spar Nord's shareholdings in BI Holding (BankInvest).

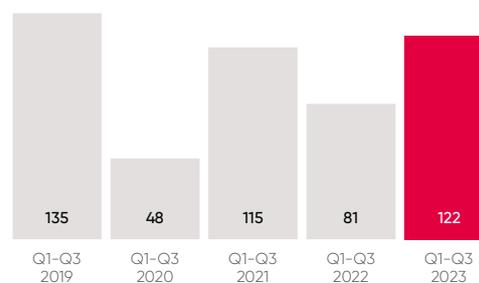
At DKK 69 million, market value adjustments from currency trading and exchange rate gains were on a level with the same period of last year, driven by persistently high customer activity in Q1-Q3 2023.

Other income amounted to DKK 122 million, against DKK 81 million in the same period of 2022.

Of total other income in Q1-Q3 2023, investments in associates amounted to DKK 69 million, which was mainly attributable to Spar Nord's holding of shares in Danske Andelskassers Bank (DAB).

At the end of Q3 2023, Spar Nord's shareholding in DAB amounted to 39.4%.

Other income (DKKm)



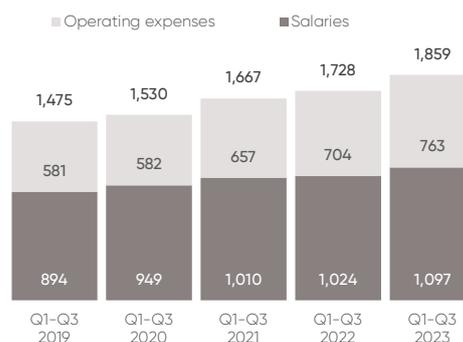
Costs and expenses

The Group's total costs and expenses amounted to DKK 1,859 million, against DKK 1,728 million in the same period of 2022, or an increase of 8%.

Wages and salaries accounted for DKK 1,097 million of total costs and expenses. Realised payroll costs were DKK 73 million, or 7%, higher than in the same period of 2022. The average number of employees in Q1-Q3 2023 was 28 higher than in the year-earlier period.

At 30 September 2023, Spar Nord employed 1,675 people (FTE),

Total cost and expenses (DKKm)



Operating expenses came to DKK 763 million, which is DKK 59 million higher than Q1-Q3 2022.

Financial review

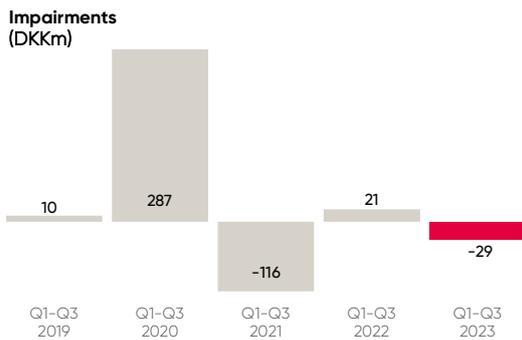
The increase in operating expenses was to a large extent ascribable to higher IT costs relating to the Bank's data processing centre, BEC, and other IT costs. There was also an increase in costs relating to banking operations, mainly with respect to the handling of cash funds.

Relative to the same period of last year, the Bank recorded an increase in cost items regarding travel, staff and marketing, while costs of fees were lower, among other things due to lower costs relating to the Bank's IRB project.

The realised core income and costs corresponds to a cost/income ratio of 44, which is well below the strategic goal of a cost/income ratio below 55 (Q1-Q3 2022: 62).

Loan impairment

Loan impairment charges were an income of DKK 29 million in Q1-Q3 2023, against an expense of DKK 21 million in the year-earlier period.



The positive profit impact of DKK 29 million breaks down into income of DKK 17 million from business customers and DKK 12 million from retail customers, demonstrating a sustained robust credit quality among the Bank's retail and business customers.

At 30 September 2023, total management estimates were increased by DKK 97 million relative to end-2022. The increase primarily reflected uncertainty with respect to the long-term socio-economic effects of the past year's sharp increase in both inflation and interest rates, especially an increased management estimate in Q3 2023 concerning business customers with real estate exposure.

In Q1-Q3, a continued decline in the number of exposures flagged for OEI and improved credit quality resulted in lower stage 3 impairment charges of DKK 80 million compared with the end of 2022. Conversely, higher individual impairment charges and management estimates in stages 1 and 2 resulted in a DKK 126 million increase in impairment charges compared with end-2022.

Lastly, amounts recovered on previously impaired receivables contributed favourably to the total profit impact in Q1-Q3 2023.

At 30 September 2023, total management estimates amounted to DKK 671 million, which was an

increase of DKK 97 million relative to 31 December 2022. At the end of Q3 2023, the model-supported management estimate regarding inflation, weak growth and property prices amounted to DKK 570 million, while the management estimates regarding model uncertainty, etc. and land prices in the agricultural sector amounted to DKK 79 million and DKK 23 million, respectively.

At 30 September 2023, the total management estimates of DKK 671 million broke down into DKK 345 million on business customers and DKK 326 million on retail customers.

Management estimates

DKKm	30.09.23	30.06.23	31.03.23	31.12.22	30.09.22
Inflation, weak growth and property prices	570	521	448	434	317
COVID-19	0	0	0	0	84
Land prices in the agricultural sector	23	33	38	41	86
Model uncertainty, etc.	79	92	102	98	89
Management estimates, total	671	646	588	574	576

Stage 3 impairment at 30 September 2023 amounted to DKK 771 million (year-end 2022: DKK 851 million), while stage 3 and 2 impairment totalled DKK 941 million (year-end 2022: DKK 815 million).

NPL ratio developments

	30.09.23	31.12.22
NPL (DKKm)	1,482	1,627
Exposure (DKKm)	69,703	69,952
NPL ratio	2.1	2.3

At the end of Q3 2023, the share of non-performing loans (NPL ratio) at Spar Nord was 2.1%.

The Group's loans, advances and guarantees *)

Breakdown by industry	Loans, advances and guarantees		Impairment account	
	30.09.23	31.12.22	30.09.23	31.12.22
Line of business, %	30.09.23	31.12.22	30.09.23	31.12.22
Public authorities	1.1	2.0	0.0	0.0
Agriculture, hunting and forestry	4.1	4.0	6.8	9.6
Fisheries	0.1	0.1	0.2	0.2
Industry and raw materials extraction	5.2	5.3	17.4	7.4
Energy supply	2.6	3.1	0.5	1.0
Building and construction	4.9	4.5	3.7	3.4
Trade	6.6	7.2	5.5	5.9
Transport, hotels and restaurants	4.5	4.6	6.2	7.4
Information and communication	0.5	0.5	0.5	0.7
Financing and insurance	6.4	6.4	7.2	11.2
Real estate	11.7	11.8	10.3	8.3
Other business areas	9.1	8.1	7.1	9.5
Business customers, total	56.7	57.6	65.4	64.5
Total retail customers	43.3	42.4	34.6	35.5
Total	100.0	100.0	100.0	100.0

*) Excl. reverse repo transactions

Financial review

In 2023, growth in lending to retail customers, mainly bank mortgage loans, resulted in a 43% share of loans, advances and guarantees to retail customers at 30 September.

Profit/loss

The profit before tax was DKK 2,427 million, against DKK 1,055 million in Q1–Q3 2022. The Group's effective tax rate was 23%, bringing net profit to DKK 1,871 million.

Business volume

The Group's total business volume (deposits, loans, advances and guarantees, facilitated mortgage loans, customers' custodianship accounts and life annuities) amounted to DKK 353.0 billion at 30 September 2023, which was DKK 11.0 billion higher than at 30 September 2022 and DKK 4.3 billion higher than at end-2022.

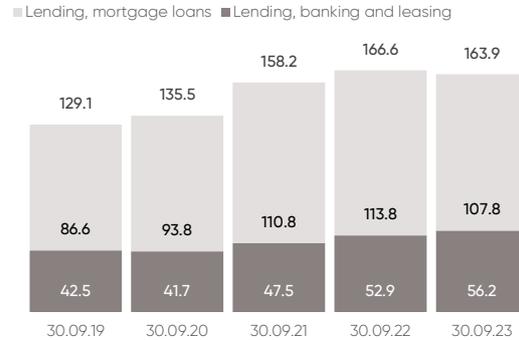
DKKbn	30.09.23	30.09.22	30.09.21	30.09.20	30.09.19
Lending, banking and leasing activities	56.2	52.9	47.5	41.7	42.5
Deposits, banking activities	72.8	70.7	63.8	55.5	52.9
Deposits in pooled schemes	23.4	21.5	24.2	19.2	16.4
Guarantees	9.8	14.6	17.6	14.7	16.1
Loans and advances, mortgage loans	107.8	113.8	110.8	93.8	86.6
Custodianship accounts	78.4	64.7	71.1	52.6	49.8
Pension, life annuity	4.7	3.9	3.7	2.7	2.3
Total business volume	353.0	342.1	338.6	280.1	266.5

Compared with the year-earlier period, bank and leasing loans at 30 September 2023 rose DKK 3.3 billion, or 6%, to DKK 56.2 billion. Lending to retail customers increased by DKK 2.6 billion, while lending to business customers was unchanged. Finally, leasing loans grew by DKK 1.0 billion, while loans to public-sector customers fell by DKK 0.3 billion. Compared with end-2022, bank and leasing loans grew by DKK 0.9 billion.

Relative to Q3 2022, the volume of facilitated mortgage loans fell DKK 6.0 billion, or 5%, to DKK 107.8 billion. In total, the volume of facilitated mortgage loans amounted to DKK 97.3 billion from Totalkredit and DKK 10.5 billion from DLR Kredit. Compared with end-2022, facilitated mortgage loans fell by DKK 3.4 billion.

Compared with Q3 2022, the volume of facilitated mortgage loans has been adversely affected both by customers' capital gains from remortgaging to a higher coupon rate and an increase in the facilitation of bank mortgage loans.

Total credits arranged (DKKbn)

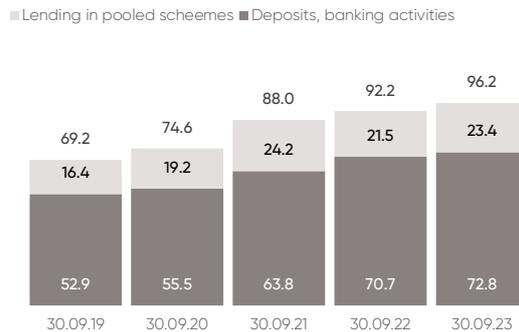


At 30 September 2023, deposits, banking activities had increased by DKK 2.2 billion, or 3%, to DKK 72.8 billion compared with 30 September 2022. Of the increase in deposits, retail customers accounted for an increase of DKK 2.3 billion and business customers for a drop of DKK 0.1 billion. Compared with end-2022, bank loans increased by DKK 0.7 billion.

At the end of Q3 2023, financial market developments resulted in an increase in customers' custodian accounts of DKK 13.7 billion to DKK 78.4 billion and in deposits in pooled schemes of DKK 1.9 billion to DKK 23.4 billion relative to Q3 2022.

A reduction in guarantees of DKK 4.8 billion to DKK 9.8 billion had the opposite effect. This was due to the lower level of activity in house sales and loan remortgaging and a reduction in loss guarantees towards Totalkredit.

Total deposits (DKKbn)



As a result of developments in deposit and lending volumes, the loan-to-deposit ratio at 30 September 2023 stood at 77.

Financial review

Capital position

On the capital side, Spar Nord pursues the goal of having a common equity tier 1 (CET1) ratio of 13.5% and an own funds ratio of 17.5%.

	30.09.23	30.09.22	30.09.21	30.09.20	30.09.19
Common equity tier 1 capital ratio	16.5	15.7	15.0	16.7	13.9
Tier 1 capital ratio	18.5	17.6	17.7	18.1	15.4
Own funds ratio	21.1	20.2	20.2	20.4	17.6

At 30 September 2023, the common equity tier 1 (CET1) ratio was 16.5%, while the own funds ratio was 21.1%. The latter should be viewed relative to the individual solvency need calculated by Spar Nord at 10.0% plus the 6.0% combined buffer requirement, bringing the total capital requirement to 15.9%. Thus, at the end of the quarter, Spar Nord had an excess capital coverage of 5.0 percentage points, equal to DKK 3.0 billion.

Compared with Q2 2023, the Bank's CET1 capital ratio increased by 0.3 of a percentage point, while the capital ratio was 0.5 of a percentage point higher.

At 30 September 2023, the Bank's own funds were unchanged relative to Q2 2023, primarily because the profit for the period less provisions for expected dividends is not recognised in own funds.

If the results for the quarter less provision for expected dividends had been recognised, the CET 1 capital ratio and total capital ratio would have been 0.5 of a percentage point higher.

At 30 September 2023, the total risk exposure amount was DKK 1.6 billion lower than in Q2 2023, reflecting a DKK 1.2 billion decrease in credit risk, while market risk was reduced by DKK 0.5 billion.

The reduced risk exposure amount for credit risk was primarily due to a decline in loans, advances and guarantees to business customers and a continued drop in guarantees within retail. At the same time, the lending growth recorded in retail was driven mainly by bank mortgage loans, which involve a lower risk exposure due to mortgage on immovable property. The lower risk exposure amount for market risk was mainly driven by a reduction in the Bank's gross interest rate risk.

When the MREL requirement has been fully phased in at the beginning of 2024, Spar Nord must comply with the same requirements regarding eligible liabilities (MREL requirements) as other SIFIs. Fully phased in, the requirement means that Spar Nord must have total capital of about 29.5% of the total risk exposure amount (REA).

The Bank expects that the MREL requirement, when fully phased-in at the beginning of 2024, will lead to a total need for issuing MREL capital of around

DKK 8 billion. At 30 September 2023, Spar Nord had issued total MREL capital of DKK 6.6 billion.

At 30 September 2023, Spar Nord conducted its first EUR issuance of MREL capital, issuing Senior Preferred Notes for DKK 1.9 billion (EUR 250 million). As the value date of the EUR issuance was 5 October 2023, the issue is not included in this quarterly report. Having conducted the EUR issuance, the Bank is prepared for a fully phased-in MREL requirement on 1 January 2024.

In early October 2023, the Systemic Risk Council recommended that the Minister for Industry, Business and Financial Affairs activates a sector-specific systemic risk buffer for exposures to real estate companies at a rate of 7% applicable from 30 June 2024. For Spar Nord, the recommended buffer is estimated to entail an increased capital requirement of about 0.6 of a percentage point and thus an MREL requirement which is about 1.2 percentage point higher if the Minister approves the Council's recommendation.

MREL requirement

%	30.09.23	01.01.24
Solvency ratio	10.0	10.0
Requirement for loss-absorption amount	10.0	10.0
Solvency ratio	10.0	10.0
Capital conservation buffer requirement	2.5	2.5
SIFI buffer requirement	1.0	1.0
Phasing in	-1.3	0.0
Requirement for recapitalisation amount	12.1	13.5
Total MREL	22.1	23.5
Capital conservation buffer requirement	2.5	2.5
Countercyclical buffer requirement	2.5	2.5
SIFI buffer requirement	1.0	1.0
Total MREL and combined buffer requirement	28.1	29.5

Excess coverage, MREL requirement

DKKm / %	30.09.23
Own funds	12,641
Non-preferred senior capital	5,858
Other MREL-eligible liabilities	750
Market Maker Agreement	-25
Total capital	19,224
Deduction – separate combined buffer requirement	3,566
Total MREL-eligible liabilities	15,658
MREL and combined buffer requirement	16,821
MREL requirement	13,255
Excess coverage, MREL requirement	2,403
MREL and combined buffer percentage	32.1
NEP (%)	26.1
Excess coverage, MREL requirement in %-points	4.0

Financial review

Liquidity and funding

At 30 September 2023, the Liquidity Coverage Ratio and the Net Stable Funding Ratio were well above both the statutory requirements and the Bank's own targets.

Spar Nord's LCR ratio at 30 September 2023 was thus 242, while the NSFR ratio was 129.

LCR

DKKbn / %	30.09.23	30.06.23	31.03.23	31.12.22	30.09.22
Liquidity resources	26.4	29.4	27.2	29.4	28.0
Liquidity Coverage Requirement	10.9	11.7	11.8	13.9	12.9
LCR (%)	242	252	230	211	217

NSFR

DKKbn / %	30.09.23	30.06.23	31.03.23	31.12.22	30.09.22
Available stable funding	104.1	103.7	100.3	100.3	96.5
Required stable funding	80.6	81.1	79.9	78.7	76.2
NSFR (%)	129	128	126	127	127

At the end of Q3 2023, Spar Nord's total funding amounted to DKK 97.8 billion. At 30 September 2023, deposits excluding pooled schemes amounted to DKK 73.2 billion, and they are the Bank's principal source of funding.

At 30 September 2023, 65% of the deposits excluding pooled schemes were covered by the Guarantee Fund, which is the Danish guarantee scheme to cover depositors. At the same time, the sum of the 20 largest deposits alone accounted for 6% of the Bank's total deposits excluding pooled schemes.

Funding profile

DKKbn	30.09.23	30.06.23	31.03.23	31.12.22	30.09.22
Money market funding	3.0	2.9	5.5	2.1	2.5
Deposits excl. pooled schemes	73.2	72.6	70.6	72.2	70.7
Issued bonds	6.5	6.3	6.2	6.2	5.4
Tier 2 capital and additional tier 1 capital	2.8	2.8	2.8	2.8	3.2
Shareholders' equity	12.3	11.7	11.2	11.3	10.8
Total funding	97.8	96.3	96.3	94.5	92.5

Rating

Spar Nord has an external rating with rating agency Moody's. Spar Nord has an Adjusted Base-line credit assessment of baa1 and a Banking deposit rating of A1 with a stable outlook. Spar Nord's Senior Non-Preferred issues have been assigned a rating of A3 by Moody's.

The Supervisory Diamond

The Supervisory Diamond lists a number of quantitative reference points, stipulating what can be considered a financial institution with an increased risk.

Failure to comply with the reference points in the Supervisory Diamond will trigger a reaction from the Danish FSA.

At 30 September 2023, Spar Nord was still comfortably within all the reference points, achieving the values shown below:

The Supervisory Diamond

		Thresh- old val- ues	30.09.23	30.09.22
Sum of large exposures	%	<175	84.7	89.2
Growth in lending	%	<20	6.2	11.4
Property exposure	%	<25	10.9	10.3
Liquidity indicator	%	>100	279	218

Outlook for 2023

As announced in company announcement no. 59 of 9 October 2023, Spar Nord upgraded its full-year financial guidance.

On the basis of persistently strong credit quality for the bank's retail and business customers and expectations of no profit impact from loan impairment charges etc., Spar Nord upgraded its full-year guidance for profit after tax to DKK 2,350-2,550 million.

Furthermore, Spar Nord narrowed its guidance for core earnings before impairment for the full year to DKK 3,050-3,250 million.

On the basis of its financial results in Q3 2023, Spar Nord retains its financial guidance for 2023.

Alternative performance measures

Spar Nord's Management believes that the alternative performance measures (APMs) used in the Management's review provide valuable information to readers of the financial statements. The APMs provide a more consistent basis for comparing the results of financial periods and for assessing the performance of the Group. They are also an important aspect of the way in which Spar Nord's Management defines operating targets and monitors performance.

Throughout the Management's review, performance is assessed on the basis of the financial highlights and segment reporting, which represent the financial information regularly provided to Management. The differences between the financial highlights and the IFRS financial statements relate only to certain changes in the presentation. As there are no adjusting items, net profit is the same

in the financial highlights and in the IFRS income statement. A reconciliation of the correlation between core earnings in the Management's review and the IFRS financial statements is set out in note 2.1 Business segments.

Spar Nord uses core earnings as a performance measure. There is no difference between "Core earnings before impairment" in the core earnings format and "Profit/loss before loan impairments" in the IFRS financial statements.

Defined below are the additional key indicators shown on page 5 of the Management's review and in the other sections of the Management's review.

Return on equity before tax, excl. additional tier 1 (AT1) capital	Profit/loss before tax in per cent of shareholders' equity. The average equity is calculated as a simple average of the shareholders' equity at the beginning of the year and at the end of the year. Profit/loss before tax and shareholders' equity are calculated as if the additional tier 1 (AT1) capital were treated as a liability.
Return on equity after tax excl. additional tier 1 (AT1) capital *)	Profit/loss after tax in per cent of shareholders' equity. The average equity is calculated as a simple average of the shareholders' equity at the beginning of the year and at the end of the year. Profit/loss after tax and shareholders' equity are calculated as if the additional tier 1 (AT1) capital were treated as a liability.
Payout ratio *)	Dividend less dividends on treasury shares plus share buyback programme as a percentage of profit after tax
Cost share of core income (Cost/income ratio)*)	Total costs/core income.
Cost share of core income – incl. impairment of loans, advances and receivables, etc.	Total costs plus impairment of loans, advances and receivables, etc./core income.
Bank and leasing loans relative to bank deposits	Bank and leasing loans as a percentage of bank deposits
Bank and leasing loans relative to shareholders' equity	Bank and leasing loans / shareholders' equity
Impairment ratio	Impairment for the year in per cent of loans and advances + guarantees + impairment of loans, advances and receivables etc. and provisions for unutilised credit lines
Impairment account and discount on commitments taken over	Total impairment account plus reversal of impairment charges taken over (which are recognised in loan impairment)
Business volume	Bank and leasing loans, bank deposits, deposits in pooled schemes, guarantees, facilitation of mortgage loans To-talkredit, facilitation of mortgage loans DLR, customers' custodianship accounts and letpension and nærpension, life annuities

*) Spar Nord's strategic targets

Management's statement on the interim report

The Board of Directors and the Executive Board have today discussed and adopted the Interim Financial Statements of Spar Nord Bank A/S for the period from 1 January to 30 September 2023.

The Interim Financial Statements are presented in accordance with IAS 34 "Interim Financial Reporting", as adopted by the EU.

Moreover, the Interim Financial Statements are presented in accordance with additional Danish disclosure requirements regarding interim financial statements of listed financial institutions.

The interim financial statements are unaudited and have not been reviewed.

In our opinion, the Interim Financial Statements give a true and fair view of the Group's financial position at 30 September 2023 and of the results of the Group's operations and cash flows for the period from 1 January to 30 September 2023.

In addition, we consider the Management's review to give a fair presentation of the development in the Group's activities and financial affairs as well as a description of the significant risks and elements of uncertainty that may affect the Group.

Aalborg, 1 November 2023

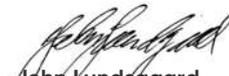
Executive Board



Lasse Nyby
Chief Executive Officer



Carsten Levring Jakobsen
Managing Director



John Lundsgaard
Managing Director



Martin Kudsk Rasmussen
Managing Director

Board of Directors



Kjeld Johannesen
Chairman of the Board of Directors



Per Nikolaj Bukh
Deputy Chairman of the Board of Directors



Lene Aaen



Morten Bach Gaardboe



Lisa Lund Holst



Henrik Sjøgreen



Janne Skovsen



Michael Lundgaard Thomsen



Kim Østergaard

Consolidated financial statements

Income statement	15
Statement of comprehensive income	15
Balance sheet	16
Statement of changes in equity	17
Cash flow statement	18

		\	\	\	\	\	-	-	-	-
		\	\	\	\	\	-	-	-	-
			\	\	\	\	-	-	-	-
				\	\	\	-	-	-	-

Income statement

Note	Q1-Q3 2023	Q1-Q3 2022	Q3 2023	Q3 2022	Full year 2022	
	DKKm	DKKm	DKKm	DKKm	DKKm	
	Interest income calculated under the effective interest method	2,591	1,449	944	503	2,046
	Other interest income	711	91	303	47	185
2.2 + 2.3	Interest income	3,302	1,540	1,247	550	2,231
2.2 + 2.3	Interest expenses	711	156	290	51	220
	Net interest income	2,591	1,384	957	499	2,011
2.4	Fees, charges and commissions received	1,274	1,410	407	472	1,864
2.4	Fees, charges and commissions paid	136	131	46	44	175
2.5	Market value adjustments and dividends	407	58	132	65	323
2.6	Other income	122	81	36	29	122
2.7	Staff costs	1,097	1,024	351	320	1,384
2.8	Operating expenses	763	704	256	232	953
	Profit/loss before loan impairment (core earnings before impairment)	2,398	1,076	879	470	1,808
2.9	Impairment of loans, advances and receivables etc.	-29	21	-25	22	78
	Profit/loss before tax	2,427	1,055	904	447	1,730
2.10	Tax	556	187	212	86	313
	Profit for the period	1,871	868	693	361	1,417
	Appropriation:					
	The shareholders of the Parent Company Spar Nord Bank A/S	1,836	833	681	350	1,370
	Holders of additional tier 1 (AT1) capital instruments	35	35	12	12	47
	Profit for the period	1,871	868	693	361	1,417
	Earnings per share for the period					
	Earnings per share for the period (DKK)	15.4	6.8	5.7	2.9	11.2
	Diluted earnings per share for the period (DKK)	15.4	6.8	5.7	2.9	11.2

Statement of comprehensive income

Profit for the period	1,871	868	693	361	1,417
Other comprehensive income					
Items that cannot be reclassified to the income statement:					
Adjustment relating to associates	0	0	0	0	0
Net revaluation of domicile property	1	2	0	1	0
Items that can later be reclassified to the income statement					
Adjustment regarding cash flows hedging	-5	-	12	-	-18
Other comprehensive income after tax	-4	1	0	0	-18
Total comprehensive income	1,867	870	693	362	1,399
Appropriation:					
The shareholders of the Parent Company Spar Nord Bank A/S	1,832	835	681	350	1,352
Holders of additional tier 1 (AT1) capital instruments	35	35	12	12	47
Total comprehensive income	1,867	870	693	362	1,399

Group

Balance sheet

Note	30.09.23	31.12.22	30.09.22	
	DKKm	DKKm	DKKm	
Assets				
	Cash balances and demand deposits with central banks	37	1,893	3,491
	Due from credit institutions and central banks	2,193	2,746	3,228
5.1.1	Loans, advances and other receivables at amortised cost	65,930	65,806	63,043
	Bonds at fair value	29,993	25,422	23,893
	Shares, etc.	1,693	1,734	1,704
	Investments in associates	927	736	696
	Assets linked to pooled schemes	23,383	22,402	21,527
	Intangible assets	415	419	421
	Land and buildings	693	780	788
	Other property, plant and equipment	123	125	126
	Current tax assets	0	65	61
	Deferred tax assets	118	201	149
	Temporary assets	6	6	7
3.1	Other assets	1,522	1,479	1,656
	Prepayments and deferred income	144	122	358
	Total assets	127,176	123,936	121,147
Equity and liabilities				
Liabilities				
	Due to credit institutions and central banks	2,985	2,076	2,464
3.2	Deposits and other payables	73,156	72,169	70,677
	Deposits in pooled schemes	23,383	22,402	21,527
4.6	Issued bonds at amortised cost	6,459	6,216	5,367
3.3	Other non-derivative financial liabilities at fair value	2,077	2,918	2,660
	Current tax liabilities	329	0	0
	Other liabilities	3,542	3,915	4,249
	Prepayments and deferred income	137	107	129
	Provisions	37	67	63
4.5	Subordinated debt	1,595	1,597	2,003
	Total liabilities	113,699	111,467	109,139
Equity				
	Share capital	1,205	1,230	1,230
	Revaluation reserves	114	113	114
4.3	Statutory reserves	204	172	165
	Retained earnings	10,759	9,201	9,311
	Proposed dividend	-	554	-
	Shareholders' equity	12,282	11,270	10,821
4.4	Holders of additional tier 1 (AT1) capital instruments	1,195	1,199	1,187
	Total equity	13,476	12,469	12,008
	Total equity and liabilities	127,176	123,936	121,147

Statement of changes in equity

	Share capital	Revaluation reserve	Total statutory reserves *)	Retained earnings	Proposed dividend	Shareholders of Spar Nord Bank A/S	Additional tier 1 (AT1) capital	Total equity
	DKKm	DKKm	DKKm	DKKm	DKKm	DKKm	DKKm	DKKm
Equity at 30.09.23								
Equity at 31.12.22	1,230	113	172	9,201	554	11,270	1,199	12,469
Comprehensive income at 30.09.23								
Profit for the period	-	-	69	1,766	-	1,836	35	1,871
Other comprehensive income								
Adjustment relating to associates	-	-	-22	22	-	0	-	0
Net revaluation of properties	-	1	-	-	-	1	-	1
Adjustment regarding cash flows hedging	-	-	-5	-	-	-5	-	-5
Other comprehensive income, total	-	1	-28	22	-	-4	-	-4
Total comprehensive income	-	1	42	1,789	-	1,832	35	1,867
Other adjustments								
Adjustment re. associates, cost of cap. incr.	-	-	-10	-	-	-10	-	-10
Transactions with owners								
Interest paid on additional tier 1 (AT1) capital	-	-	-	-	-	-	-39	-39
Dividends paid	-	-	-	-	-554	-554	-	-554
Reduction of share capital, net transaction costs	-25	-	-	24	-	-1	-	-1
Dividends received, treasury shares	-	-	-	13	-	13	-	13
Disposal upon acquisition of treasury shares and additional tier 1 (AT1) capital	-	-	-	-683	-	-683	0	-683
Addition upon sale of treasury shares and additional tier 1 (AT1) capital	-	-	-	413	-	413	-	413
Total transactions with owners	-25	-	-	-231	-554	-810	-39	-850
Equity at 30.09.23	1,205	114	204	10,759	0	12,282	1,195	13,476
Equity at 30.09.22								
Equity at 31.12.21	1,230	113	148	8,928	308	10,727	1,197	11,924
Comprehensive income at 30.09.22								
Profit for the period	-	-	46	787	-	833	35	868
Other comprehensive income								
Adjustment relating to associates	-	-	-29	28	-	0	-	0
Net revaluation of properties	-	2	-	-	-	2	-	2
Other comprehensive income, total	-	2	-29	28	-	1	-	1
Total comprehensive income	-	2	18	815	-	835	35	870
Transactions with owners								
Issue of additional tier 1 (AT1) capital, net of transaction costs	-	-	-	0	-	0	-	0
Interest paid on additional tier 1 (AT1) capital	-	-	-	-	-	-	-47	-47
Distribution of remaining dividends concerning 2021	-	-	-	-308	308	0	-	0
Dividends paid	-	-	-	-	-615	-615	-	-615
Dividends received, treasury shares	-	-	-	0	-	0	-	0
Disposal upon acquisition of treasury shares and additional tier 1 (AT1) capital	-	-	-	-431	-	-431	-	-431
Addition upon sale of treasury shares and additional tier 1 (AT1) capital	-	-	-	305	-	305	2	307
Total transactions with owners	-	-	-	-433	-308	-740	-46	-786
Equity at 30.09.22	1,230	114	165	9,311	0	10,821	1,187	12,008

*) Total statutory reserves are specified in note 4.3.

The share capital consists of 120,466,626 (30.09.22: 123,002,526) shares with a nominal value of DKK 10.
Additional tier 1 (AT1) capital is specified in note 4.4.

Spar Nord has launched a share buyback programme for up to DKK 300 million, which will be completed during the period from 13 February 2023 to 31 January 2024. In the period until the end of September, Spar Nord bought back shares for a value of DKK 238 million (2,179,100 shares).

On 22 March 2023, Spar Nord Bank's annual general meeting approved the Board of Directors' proposal to reduce Spar Nord Bank's share

capital by nominally DKK 25,359,000 through the cancellation of 2,535,900 shares from the Bank's portfolio of treasury shares acquired under the Bank's share buyback programme in the period from 15 June 2022 to 31 January 2023.

The share capital reduction was registered with the Danish Business Authority on 28 April 2023. After the reduction, Spar Nord Bank's share capital amounted to nominally DKK 1,204,666,260, equal to 120,466,626 shares of DKK 10 each.

Net transaction costs relating to the share buyback programme amount to DKK 1 million.

Cash flow statement

	Q1-Q3 2023	Q1-Q3 2022	Full year 2022
	DKKm	DKKm	DKKm
Operations			
Profit/loss before tax	2,427	1,055	1,730
Fair value changes, investment properties and temporary assets	1	0	0
Depreciation, amortisation and impairment of intangible assets and property, plant and equipment	68	75	98
Gains and losses on the sale of intangible assets and property, plant and equipment	0	-2	-2
Adjustment of loan impairment etc.	46	35	75
Adjustment of cash flow hedging	-7	-	-23
Adjustment of subordinated debt, issued bonds etc.	-233	-333	-246
Provisions	-30	-12	-8
Income from investments in associates	-69	-46	-75
Corporate income tax paid	-77	-295	-473
Operating activities, total	2,125	476	1,076
Working capital			
Movement in credit institutions and central banks, net	1,034	361	-376
Movement in loans, advances and other receivables at amortised cost	-170	-1,143	-3,945
Movement in bonds at fair value	-4,571	-4,861	-6,391
Movement in equity portfolio	41	227	196
Movement in other assets and other liabilities, net	-1,240	261	573
Movement in deposits and other payables	986	6,903	8,394
Working capital, total	-3,920	1,748	-1,549
Cash generated from operations, total	-1,795	2,225	-473
Investments			
Acquisition of associates	-150	-16	-32
Sale of associates	0	0	0
Acquisition of intangible assets	0	0	0
Sale of intangible assets	0	0	0
Acquisition of property, plant and equipment	-36	-45	-55
Sale of property, plant and equipment	71	9	16
Dividends from associates	20	29	33
Investing activities, total	-95	-23	-38
Financing			
4.5 Subordinated debt	-3	505	73
4.4 Additional tier 1 (AT1) capital included in equity	-39	-46	-46
4.6 Issued bonds	477	830	1,619
Dividends paid, excluding dividends on treasury shares	-540	-615	-615
Acquisition of treasury shares	-683	-431	-645
Sale of treasury shares	413	305	451
Repayment of lease liabilities	-20	-22	-28
Reduction of share capital, net transaction costs	-1	-	-
Financing activities, total	-394	527	809
Movements in cash and cash equivalents for the period	-2,284	2,728	298
Cash and cash equivalents, beginning of year	4,139	3,841	3,841
Movements in cash and cash equivalents for the period	-2,284	2,728	298
Cash and cash equivalents, end of year	1,855	6,569	4,139
Cash and cash equivalents, end of year			
Cash, cash equivalents and demand deposits with central banks	37	3,491	1,893
Due from credit institutions and central banks within less than 3 months	1,819	3,078	2,246
Total	1,855	6,569	4,139

Notes

Basis of preparation	20
Income statement	22
Balance sheet	29
Capital	33
Risk management	39
Other notes	42

		\	\	\	\	\	-	-	-	-	-	-
		\	\	\	\	\	-	-	-	-	-	-
			\	\	\	\	-	-	-	-	-	-
				\	\	\	-	-	-	-	-	-

Section 1

Basis of preparati½

Note		Page
1.1	Accounting policies.....	21
1.1.1	Basis of preparation of the interim report.....	21
1.1.2	Accounting policy changes.....	21
1.2	Significant accounting estimates and judgments	21

Basis of preparati½

§ 1.1 Accounting policies

1.1.1 Basis of preparation of the interim report

The interim report is presented in accordance with IAS 34, "Interim Financial Reporting", as adopted by the EU, and additional Danish disclosure requirements for interim reports. The application of IAS 34 means that the presentation is limited relative to the presentation of an annual report and that the recognition and measurement principles of the International Financial Reporting Standards (IFRS) have been applied.

Other than as set out below, the accounting policies are unchanged from those applied in Annual Report 2022.

Annual Report 2022 contains the full description of the accounting policies.

Figures in the interim report are presented in millions of Danish kroner, unless otherwise stated. Consequently, rounding differences may occur because grand totals are rounded and the underlying decimal places are not shown to the reader.

1.1.2 Accounting policy changes

Effective from 1 January 2023, Spar Nord has implemented the following new or amended standards and interpretations:

- Amendments to IAS 1 Disclosure of Accounting policies, amendments to IAS 12 Deferred tax and amendments to IAS 8 Accounting estimates.

The implementation of these standards and interpretations has not materially affected recognition and measurement.

1.2 Significant accounting estimates and judgments

Measuring certain assets and liabilities requires Management to make management estimates of how future events will affect the value of such assets and liabilities. Estimates considered material in presenting the financial statements are, among other things, those made when determining loan impairment, the fair values of unlisted financial instruments as well as provisions. The applied estimates are based on assumptions deemed reasonable by Management but which are inherently uncertain.

In the presentation of the condensed Interim Financial Statements, the critical judgments made by Management in the application of the Group's accounting policies, and the considerable uncertainty related thereto, are identical to those applying to the presentation of the Financial Statements at 31 December 2022.

Management estimates of impaired loans are described in more detail in the "Loan impairment" section of the Financial review.

Section 2

Income statement

Note	Page
2.1 Forretningssegmenter.....	23
2.2 Renteindtægter.....	25
2.3 Renteudgifter.....	25
2.4 Gebyrer og provisionsindtægter.....	26
2.5 Kursreguleringer og udbytte.....	26
2.6 Øvrige indtægter.....	26
2.7 Personaleomkostninger.....	27
2.8 Driftsomkostninger.....	27
2.9 Nedskrivninger på udlån og tilgodehavender mv.....	28
2.10 Effektiv skatteprocent.....	28

Main items

Net interest income

DKK 2,591 million

Q1-Q3 2022: **DKK 1,384** million

Impairment of loans and advances, etc.

DKK -29 million

Q1-Q3 2022: **DKK 21** million

Net fee income

DKK 1,138 million

Q1-Q3 2022: **DKK 1,280** million

Profit/loss before tax

DKK 2,427 million

Q1-Q3 2022: **DKK 1,055** million

Costs and expenses

DKK 1,859 million

Q1-Q3 2022: **DKK 1,728** million

Profit/loss after tax

DKK 1,871 million

Q1-Q3 2022: **DKK 868** million

Profit/loss before loan impairment charges

DKK 2,398 million

Q1-Q3 2022: **DKK 1,076** million

C/I ratio

0.44

Q1-Q3 2022: **0.62**

Section 2

Income statement

2.1 Business segments

	Spar Nord's Local Banks	Trading Division	Other areas	Group total *)
Q1-Q3 2023	DKKm	DKKm	DKKm	DKKm
Income statement				
Net interest income	2,357	182	52	2,591
Net fee income	1,129	10	-1	1,138
Market value adjustments and dividends	177	183	48	407
Other income	20	0	102	122
Core income/revenue, total	3,682	376	200	4,257
Staff costs and operating expenses	1,742	63	53	1,859
Core earnings before impairment	1,940	312	146	2,398
Impairment of loans, advances and receivables etc.	-9	-6	-15	-29
Profit/loss before tax	1,948	318	161	2,427

*) The "Group total" column equals core earnings in the management's review.

	Spar Nord's Local Banks	Trading Division	Other areas	Group, total
Balance sheet				
Loans, advances and other receivables at amortised cost	55,938	9,982	9	65,930
Investments in associates	0	0	927	927
Intangible assets and property, plant and equipment *)	485	0	745	1,230
Other assets **)	1,352	33,003	24,734	59,089
Allocated assets, total	57,775	42,985	26,416	127,176
Deposits and other payables	68,988	4,167	1	73,156
Equity (allocated capital)	6,941	1,605	4,930	13,476
Other liabilities	24,129	5,549	10,865	40,544
Allocated equity and liabilities, total	100,059	11,321	15,795	127,176
Disclosures – income/revenue, total				
Internal income/revenue	350	-417	116	49
Internal income and eliminations, offset against costs	0	-49	0	-49
Income/revenue, external customers	3,332	842	83	4,257
Income/revenue, total	3,682	376	200	4,257
Financial ratios				
Return on equity, % (**)	37.9	29.7	-	-
Cost share of core income	0.47	0.17	-	-
Total risk exposure amount, end of period	46,666	10,793	2,421	59,880
Number of employees (full-time equivalents, end of period)	1,115	58	502	1,675

*) All assets are located in Denmark.

***) Temporary assets amount to DKK 6 million, which relates to lease activities.

****) The rate of return on equity per annum has been calculated on allocated capital, which amounts to 14.5% of the average total risk exposure amount.

As in previous years, the Group uses core earnings as a performance measure.

The reporting segments correspond to the Group's organisational entities and an internal follow-up in this regard.

Description of business area activities:

- For a description of the activities of Spar Nord's Local Banks and Trading Division, please see page 61 of Annual Report 2022.
- The activities of the Local Banks include the Group's leasing activities, and the activities of Other areas include central staffs and support functions.

Intra-group settlement is determined based on the same principles as in previous years and expresses contributions to earnings from the activities carried out by the respective business areas.

Internal management takes place based on a net-interest consideration, and accordingly interest income and expenses are not disclosed.

Section 2

Income statement

	Spar Nord's Local Banks	Trading Division	Other areas	Group total *)
Q1-Q3 2022	DKKm	DKKm	DKKm	DKKm
Income statement				
Net interest income	1,341	20	24	1,384
Net fee income	1,268	9	3	1,280
Market value adjustments and dividends	192	-149	16	58
Other income	18	0	63	81
Core income/revenue, total	2,819	-120	105	2,804
Staff costs and operating expenses	1,617	53	59	1,728
Core earnings before impairment	1,202	-173	46	1,076
Impairment of loans, advances and receivables etc.	32	0	-11	21
Profit/loss before tax	1,170	-173	57	1,055

*) The "Group total" column equals core earnings in the management's review.

	Spar Nord's Local Banks	Trading Division	Other areas	Group, total
Balance sheet				
Loans, advances and other receivables at amortised cost	52,623	10,417	3	63,043
Investments in associates	0	0	696	696
Intangible assets and property, plant and equipment *)	489	1	846	1,335
Other assets **)	1,570	31,487	23,016	56,072
Allocated assets, total	54,682	41,904	24,561	121,147
Deposits and other payables	69,584	476	617	70,677
Equity (allocated capital)	6,724	1,400	3,884	12,008
Other liabilities	22,033	6,070	10,358	38,462
Allocated equity and liabilities, total	98,341	7,946	14,860	121,147

Disclosures – income/revenue, total

Internal income/revenue	-41	12	88	59
Internal income and eliminations, offset against costs	0	-59	0	-59
Income/revenue, external customers	2,860	-73	17	2,804
Income/revenue, total	2,819	-120	105	2,804

Financial ratios

Return on equity, % ***)	23.2	-16.5	-	-
Cost share of core income	0.57	-0.44	-	-
Total risk exposure amount, end of period	48,028	9,998	2,859	60,885
Number of employees (full-time equivalents, end of period)	1,102	54	480	1,636

*) All assets are located in Denmark.

**) Temporary assets amount to DKK 7 million, of which DKK 3 million relates to lease activities and DKK 4 million relates to other areas.

***) The rate of return on equity per annum has been calculated on allocated capital, which amounts to 14% of the average total risk exposure amount.

As in previous years, the Group uses core earnings as a performance measure.

The reporting segments correspond to the Group's organisational entities and an internal follow-up in this regard.

Description of business area activities:

- For a description of the activities of Spar Nord's Local Banks and Trading Division, please see page 61 of Annual Report 2022.
- The activities of the Local Banks include the Group's leasing activities, and the activities of Other areas include central staffs and support functions.

Intra-group settlement is determined based on the same principles as in previous years and expresses contributions to earnings from the activities carried out by the respective business areas.

Internal management takes place based on a net-interest consideration, and accordingly interest income and expenses are not disclosed.

Section 2

Income statement

2.2 Interest income

	Q1-Q3 2023	Q1-Q3 2022
	DKKm	DKKm
Interest income		
Reverse repo transactions with credit institutions and central banks	37	-6
Other amounts due from credit institutions and central banks	56	6
Reverse repo transactions, lending	207	-24
Loans, advances and other receivables	2,290	1,174
Bonds	566	69
Total derivatives	144	23
Other interest income	1	0
Total interest income after offsetting negative interest income	3,302	1,241
Negative interest income offset against interest income		
Reverse repo transactions with credit institutions and central banks	-	6
Reverse repo transactions, lending	-	24
Bonds	-	5
Total negative interest income transferred to interest expenses	-	36
Negative interest expenses offset against interest expenses		
Repo transactions with credit institutions and central banks	-	2
Repo transactions, deposits	-	8
Deposits and other payables	-	253
Total negative interest expenses transferred to interest income	-	263
Total interest income	3,302	1,540

In the income statement, negative interest income is presented as interest expenses, and negative interest expenses are presented as interest income.

2.3 Interest expenses

	Q1-Q3 2023	Q1-Q3 2022
	DKKm	DKKm
Interest expenses		
Repo transactions with credit institutions and central banks	45	-2
Other payables to credit institutions and central banks	44	12
Repo transactions, deposits	4	-8
Deposits and other payables	333	-209
Issued bonds	217	31
Subordinated debt	63	33
Other interest expenses	6	1
Total interest expenses after offsetting negative interest expenses	711	-143
Negative interest expenses offset against interest expenses		
Repo transactions with credit institutions and central banks	-	2
Repo transactions, deposits	-	8
Deposits and other payables	-	253
Total negative interest expenses transferred to interest income	-	263
Negative interest income offset against interest income		
Reverse repo transactions with credit institutions and central banks	-	6
Reverse repo transactions, lending	-	24
Bonds	-	5
Total negative interest income transferred to interest expenses	-	36
Total interest expenses	711	156

In the income statement, negative interest expenses are presented as interest income, and negative interest income is presented as interest expenses.

Section 2

Income statement

2.4 Fees, charges and commissions received

	Q1-Q3 2023	Q1-Q3 2022
	DKKm	DKKm
Securities trading and custody accounts	351	413
Payment services	189	180
Loan transaction fees	439	550
of which mortgage credit institutions	356	415
Guarantee commission	26	27
Other fees, charges and commissions	268	241
Total fees, charges and commissions received	1,274	1,410
Total fees, charges and commissions paid	136	131
Total net fees, charges and commissions received	1,138	1,280

2.5 Market value adjustments and dividends

	Q1-Q3 2023	Q1-Q3 2022
	DKKm	DKKm
Other loans, advances and receivables at fair value	33	96
Bonds	198	-597
Shares, etc.	81	13
Currency	69	70
Foreign exchange, interest, share, commodity and other contracts and derivatives	-56	365
Assets linked to pooled schemes	1,150	-4,077
Deposits in pooled schemes	-1,150	4,077
Total market value adjustments	325	-54
Dividends on shares, etc.	82	112
Market value adjustments and dividends on shares, etc., total	407	58

2.6 Other income

	Q1-Q3 2023	Q1-Q3 2022
	DKKm	DKKm
Payments under operating leases and other rental income	8	7
Other income	15	15
Operation of investment properties	29	13
Total other operating income	53	35
Income from investments in associates	69	46
Other income, total	122	81

Section 2

Income statement

2.7 Staff costs

	Q1-Q3 2023	Q1-Q3 2022
	DKKm	DKKm
Salaries	873	815
Pensions	103	97
Social security costs	121	112
Total staff costs	1,097	1,024

Remuneration to members of the Board of Directors and Executive Board amounts to:

Board of Directors		
Number	9	9
Fixed remuneration	3.7	3.5
Pension	-	-
Total remuneration	3.7	3.5

Executive Board		
Number	4	4
Base salary *)	14.4	13.2
- less fees received from directorships	1.0	1.0
The Bank's expense, base salary	13.4	12.2
Pension	2.2	2.1
Total remuneration earned and paid	15.6	14.3

*) The amount includes the value of a company-provided car etc.

The members of the Executive Board receive no variable pay.

Members of the Executive Board receive remuneration for their Group executive board duties based on the management agreement with the subsidiary.

Termination rules

The members of the Executive Board are entitled to a notice period of 12 months and will receive severance pay corresponding to one to two years' salary.

For Executive Board members who receive the maximum severance pay, a two-year severance pay period until the member's 64th birthday, after which the severance pay will be reduced gradually, and no severance pay will be paid when a member of the Executive Board has reached the age of 67.

Pension obligation

Like the other employees, members of the Executive Board and significant risk takers are comprised by defined contribution pension plans.

Number of employees

Average number of employees in the reporting period converted into full-time equivalents	1,651	1,623
--	-------	-------

2.8 Operating expenses

	Q1-Q3 2023	Q1-Q3 2022
	DKKm	DKKm
IT costs	451	405
Marketing expenses	50	48
Cost of premises	41	41
Staff costs and travel expenses	51	40
Office expenses	10	11
Other administrative expenses	91	84
Operating expenses	694	629
Depreciation, amortisation and impairment	68	75
Total operating expenses	763	704

Section 2

Income statement

2.9 Impairment of loans, advances and receivables etc.

	Q1-Q3 2023	Q1-Q3 2022
	DKKm	DKKm
Impairment re. new exposures during the year, including new accounts to existing customers	95	89
Reversed impairment re. repaid accounts	187	131
Impairment during the year due to change in credit risk	153	114
Loss without prior impairment	35	24
Amounts recovered on previously impaired receivables	124	75
Total impairment of loans and receivables etc.	-29	21

See note 5.1.4 for an explanation of impairment and provision for losses on guarantees etc. at 30.09.2023.

2.10 Effective tax rate

	Q1-Q3 2023	Q1-Q3 2022
	%	%
Corporate tax rate in Denmark	22.0	22.0
Special tax for financial enterprises in Denmark	3.2	0.0
Income from investments and market value adjustment of shares	-1.9	-3.1
Non-deductible expenses and non-taxable income	-0.1	1.4
Adjustment of prior-year taxes	0.2	-0.7
Change of tax rate	-0.5	-1.9
Total effective tax rate	22.9	17.7

Section 3

Balance sheet

Note	Page
3.1 Other assets.....	30
3.2 Deposits and other payables.....	30
3.3 Other liabilities.....	30
3.4 Information on fair value of financial instruments.....	31

Main items

Lending, banking and leasing activities

DKK 56,161 million

31.12.22: **DKK 55,296** million

Deposits, banking activities

DKK 72,828 million

31.12.22: **DKK 72,169** million

Bonds at fair value

DKK 29,993 million

31.12.22: **DKK 25,422** million

Deposits in pooled schemes

DKK 23,383 million

31.12.22: **DKK 22,402** million

Section 3

Balance sheet

3.1 Other assets

	30.09.23	31.12.22
	DKKm	DKKm
Positive fair value of derivatives, etc.	412	444
Miscellaneous receivables	418	474
Interest and commissions receivable	323	132
Capital contribution in BEC Financial Technologies	357	400
Other assets	13	28
Total other assets	1,522	1,479

3.2 Deposits and other payables

	30.09.23	31.12.22
	DKKm	DKKm
Repo transactions	327	0
Demand deposits	59,112	63,913
Subject to notice	3,812	2,105
Time deposits, excluding repo business	6,928	3,147
Special types of deposits	2,976	3,005
Total deposits and other payables	73,156	72,169

3.3 Other liabilities

	30.09.23	31.12.22
	DKKm	DKKm
Miscellaneous payables	2,203	2,763
Negative fair value of derivatives, etc.	593	675
Interest and commissions payable	272	79
Lease liabilities	146	158
Other liabilities	328	239
Total other liabilities	3,542	3,915

Section 3

Balance sheet

3.4 Information on fair value of financial instruments

A more detailed description of the principles for recognition and measurement of financial assets and financial liabilities is provided in accounting policies in note 3.3.4 to Annual Report 2022.

Reference is also made to note 3.3.4 to Annual Report 2022 for information about differences between the carrying amount and fair value of financial assets and financial liabilities recognised at amortised cost.

	Amortised cost	Fair value through profit or loss	Amortised cost	Fair value through profit or loss
	30.09.23	30.09.23	31.12.22	31.12.22
	DKKm	DKKm	DKKm	DKKm
Cash balances and demand deposits with central banks	37	0	1,893	0
Due from credit institutions and central banks	2,193	0	2,746	0
Loans, advances and other receivables at amortised cost	65,930	0	65,806	0
Bonds at fair value	0	29,993	0	25,422
Shares, etc.	0	1,693	0	1,734
Assets linked to pooled schemes	0	23,383	0	22,402
Positive fair value of derivatives	0	412	0	444
Total financial assets	68,160	55,481	70,445	50,002
Due to credit institutions and central banks	2,985	0	2,076	0
Deposits and other payables	73,156	0	72,169	0
Deposits in pooled schemes	0	23,383	0	22,402
Issued bonds at amortised cost	6,459	0	6,216	0
Other non-derivative financial liabilities at fair value	0	2,077	0	2,918
Current tax liabilities	329	0	0	0
Lease liabilities	146	0	158	0
Negative fair value of derivatives	0	593	0	675
Subordinated debt	1,595	0	1,597	0
Total financial liabilities	84,670	26,053	82,216	25,996

Spar Nord has no financial assets or financial liabilities at fair value through other comprehensive income.

All Spar Nord bonds are measured at fair value through profit or loss.

Day 1 gains (customer margin)

When valuing unlisted derivative instruments, the initial customer margin, etc. is amortised over the remaining term to maturity. At 30.09.2023, the customer margin, etc. not yet amortised amounted to DKK 39 million (31.12.2022: DKK 44 million).

In Day 1 gains, no amount was offset from CVA at 30.09.2023 and at 31.12.2022, CVA being the credit value component of derivatives.

Breakdown of financial instruments relative to the fair-value hierarchy classification and carrying amount

	Quoted prices Level 1	Observable inputs Level 2	Non-observable inputs Level 3	Total
30.09.23	DKKm	DKKm	DKKm	DKKm
Bonds at fair value	0	29,993	0	29,993
Shares, etc.	67	21	1,605	1,693
Assets linked to pooled schemes	13,081	10,301	0	23,383
Positive fair value of derivatives	0	412	0	412
Total financial assets	13,149	40,727	1,605	55,481
Deposits in pooled schemes	0	23,383	0	23,383
Other non-derivative financial liabilities at fair value	0	2,077	0	2,077
Negative fair value of derivatives	0	593	0	593
Total financial liabilities	0	26,053	0	26,053

Section 3

Balance sheet

	Quoted prices Level 1	Observable inputs Level 2	Non-observ- able inputs Level 3	Total
	DKKm	DKKm	DKKm	DKKm
31.12.22				
Bonds at fair value	0	25,422	0	25,422
Shares, etc.	64	23	1,647	1,734
Assets linked to pooled schemes	13,080	9,323	0	22,402
Positive fair value of derivatives	0	444	0	444
Total financial assets	13,144	35,212	1,647	50,002
Deposits in pooled schemes	0	22,402	0	22,402
Other non-derivative financial liabilities at fair value	0	2,918	0	2,918
Negative fair value of derivatives	0	675	0	675
Total financial liabilities	0	25,996	0	25,996

In 2023, no transfers have been made to or from non-observable inputs (Level 3).

	Fair value based on net asset value, cf. sharehold- ers' agreements	Other	Fair value based on net asset value, cf. sharehold- ers' agreements	Other
Level 3	DKKm	DKKm	DKKm	DKKm
	30.09.23	30.09.23	31.12.22	31.12.22
Equities	1,071	534	1,144	503
Positive fair value of derivatives	-	0	-	0
Sensitivities:				
Change in fair value of shares if the profit/loss of the companies changes by 10%	14	-	15	-

A substantial portion of the shares included under "Other" are valued based on future expected cash flows, market expectations as to the required rate of return on equity and comparable transactions.

Financial instruments measured at fair value based on non-observable inputs (Level 3)

	30.09.23	31.12.22
	DKKm	DKKm
Carrying amount, beginning of period	1,647	2,223
Value adjustments through profit or loss	66	127
Market value adjustments in other comprehensive income	0	0
Purchase	7	107
Sale	115	188
Transferred to/from Level 3	0	-622
Carrying amount, end of year	1,605	1,647
Value adjustments through profit or loss of assets held at the reporting date	66	116

Dividends on shares recognised in the income statement are not included in the above statement.

Section 4

Capital

Note	Page
4.1 Own funds	34
4.2 Treasury share portfolio.....	34
4.3 Statutory reserves.....	35
4.4 Additional tier 1 (AT1) capital	36
4.5 Subordinated debt	36
4.6 Issued bonds at amortised cost.....	37

Main items

Target:
Common equity tier 1 capital ratio

13.5

31.12.22: **13.5**

Common equity tier 1 capital ratio

16.5

31.12.22: **16.4**

Target:
Own funds ratio

17.5

31.12.22: **17.5**

Own funds ratio

21.1

31.12.22: **20.9**

Earnings per share for the period

DKK 15.4

30.09.22: **DKK 6.8**

Section 4

Capital

4.1 Own funds

	30.09.23	31.12.22
	DKKm	DKKm
Equity	13,476	12,469
Result not recognised	653	-
Phasing in of IFRS 9	203	286
Additional tier 1 (AT1) capital included in equity	1,195	1,199
Proposed dividend	707	554
Intangible assets	325	341
Share buybacks, non-utilised portion	62	30
Deductions for NPE (Non Performing Exposures)	184	173
Other primary deductions	61	60
Deduction – Holdings of insignificant CET1 instruments	84	116
Deduction – Holdings of significant CET1 instruments	506	352
Common equity tier 1 capital	9,902	9,930
Additional tier 1 (AT1) capital *)	1,173	1,173
Other deductions	0	1
Tier 1 capital	11,075	11,103
Subordinated debt, excl. Additional Tier 1 (AT1) capital *)	1,578	1,579
Other deductions	12	19
Own funds	12,641	12,662
Weighted risk exposure amount, credit risk etc.	48,986	50,063
Weighted risk exposure amount, market risk	4,046	3,901
Weighted risk exposure amount, operational risk	6,848	6,499
Total risk exposure amount	59,880	60,463
Common equity tier 1 capital ratio	16.5	16.4
Tier 1 capital ratio	18.5	18.4
Own funds ratio	21.1	20.9

*) Limit for holding of own issues has been deducted.

4.2 Treasury share portfolio

	30.09.23	31.12.22
Number of shares	2,240,219	2,291,400
Percentage of share capital	1.9	1.9

Section 4

Capital

4.3 Statutory reserves

Statutory reserves, total

	Statutory reserves	Cash flow hedging	Statutory reserves, total
30.09.23			
Beginning of period	190	-18	172
Comprehensive income at 30.09.23			
Profit for the period	69	-	69
Other comprehensive income			
Adjustment relating to associates	-22	-	-22
Adjustment regarding cash flows hedging	-	-5	-5
Other comprehensive income, total	-22	-5	-28
Total comprehensive income	47	-5	42
Other adjustments			
Adjustment relating to associates, cost of capital increase	-10	-	-10
Total transactions with owners	-	-	-
Equity at 30.09.23	227	-23	204
30.09.22			
Beginning of period	148	-	148
Comprehensive income at 30.09.22			
Profit for the period	46	-	46
Other comprehensive income			
Adjustment relating to associates	-29	-	-29
Adjustment regarding cash flows hedging	-	-	-
Other comprehensive income, total	-29	-	-29
Total comprehensive income	18	-	18
Total transactions with owners	-	-	-
Equity at 30.09.22	165	-	165

Section 4

Capital

4.4 Additional tier 1 (AT1) capital

						30.09.23	31.12.22
						DKKm	DKKm
Currency	Note	Principal DKKm	Interest rate	Received	Maturity		
DKK	a	250	3.125%	2021	Perpetual	258	252
DKK	b	600	3.25%	2021	Perpetual	598	603
DKK	c	330	6.00%	2020	Perpetual	339	344
Additional tier 1 (AT1) capital issued under CRR, total						1,195	1,199

a Issued on 30.09.2021, with an option of early redemption as from 30.09.2027. The loan carries interest at a rate of 3.125% p.a. until 30.09.2027, after which date interest will be fixed at CIBOR6 + a 2.962% margin. If Spar Nord's common equity tier 1 (CET1) ratio falls below 7%, the loans will be written down. The loans can be written up again based on the rules laid down in CRR.

b Issued on 08.03.2021, with an option of early redemption as from 08.09.2026. The loan carries interest at a rate of 3.25% p.a. until 08.09.2026, after which date interest will be fixed at CIBOR6 + a 3.244% margin. If Spar Nord's common equity tier 1 (CET1) ratio falls below 7%, the loans will be written down. The loans can be written up again based on the rules laid down in CRR.

c Issued on 15.04.2020, with an option of early redemption as from 15.04.2025. The loan carries interest at a rate of 6.00% p.a. until 15.04.2025, after which date interest will be fixed at CIBOR6 + a 6.00% margin, but at least 6.00%. If Spar Nord's common equity tier 1 (CET1) ratio falls below 5 1/8%, the loans will be written down. The loans can be written up again based on the rules laid down in CRR.

		30.09.23	31.12.22
		DKKm	DKKm
Issue of additional tier 1 (AT1) capital		-	-
Redemption of additional tier 1 (AT1) capital		-	-
Net transaction costs		-	0
Change in portfolio of own bonds		0	2
Interest paid		-39	-47
Net cash flows		-39	-46

Specification of cash flows

4.5 Subordinated debt

						30.09.23	31.12.22
						DKKm	DKKm
Currency	Note	Principal DKKm	Interest rate	Received	Maturity		
DKK	a	200	CIBOR3 + 1.30%	2021	30.09.33	199	199
DKK	b	350	CIBOR6 + 2.40%	2018	29.05.29	350	350
DKK	c	150	2.9298%	2018	29.05.29	150	150
DKK	d	500	5.131%	2022	07.07.32	498	498
DKK	e	400	CIBOR6 + 3.25%	2023	11.04.33	398	-
DKK	f	400	2.5348%	2018	19.06.28	-	400
Supplementary capital contributions, total						1,596	1,597
Portfolio of own bonds relating to subordinated debt						-1	0
Total subordinated debt						1,595	1,597

Supplementary capital contributions

a Redeemable as from 30.09.2028. If the loan is not redeemed, interest will be fixed at CIBOR3 + a 1.30% margin.

b Redeemable as from 29.05.2024. If the loan is not redeemed, interest will be fixed at CIBOR6 + a 2.40% margin.

c Redeemable as from 29.05.2024. If the loan is not redeemed, interest will be fixed at CIBOR6 + a 2.40% margin.

d Redeemable as from 07.07.2027. If the loan is not redeemed, interest will be fixed at CIBOR3 + a 3.00% margin.

e Redeemable as from 11.04.2028. If the loan is not redeemed, interest will be fixed at CIBOR6 + a 3.25% margin.

f The loan was redeemed on 19.06.2023.

Section 4

Capital

Specification of cash flows and other movements

	30.09.23	31.12.22
	DKKm	DKKm
Beginning of period	1,597	1,523
Cash flows		
New loans	400	500
Redeemed	-400	-436
Net transaction costs	-2	-2
Change in portfolio of own bonds	-1	11
Net cash flows	-3	73
Other movements		
Change in exchange rate adjustments	0	0
Amortised costs expensed	1	1
Total other movements	1	1
End of period	1,595	1,597

4.6 Issued bonds at amortised cost

						30.09.23	31.12.22
		Principal	Interest rate	Received	Maturity	DKKm	DKKm
Currency	Note	DKKm					
NOK	a	500	2.8230%	2021	30.06.32	277	313
NOK	b	950	2.1110%	2021	26.11.26	585	633
NOK	c	750	NIBOR3 + 1.05%	2021	26.05.28	495	528
SEK	d	800	STIBOR3 + 0.80%	2021	26.05.26	516	534
DKK	e	1,350	CIBOR3 + 1.00%	2019	05.12.25	1,349	1,349
DKK	f	400	0.7290%	2019	05.12.25	380	372
NOK	g	600	5.5450%	2022	09.09.28	384	429
NOK	h	200	NIBOR3 + 2.00%	2022	09.09.28	132	140
SEK	i	350	4.8330%	2022	09.03.28	221	230
DKK	j	750	CIBOR3 + 1.20%	2022	15.05.25	749	748
SEK	k	1,100	STIBOR3 + 3.00%	2022	01.12.28	711	435
NOK	l	724	NIBOR3 + 3.00%	2022	08.12.28	480	512
EUR	m	25	EURIBOR3 + 1.40%	2023	23.03.27	186	-
Issued bonds, total						6,466	6,223
Portfolio of own bonds relating to issued bonds						-6	-7
Issued bonds, total						6,459	6,216

- a** Redeemable as from 30.06.2031. If the bonds are not redeemed, interest will be fixed at NIBOR3 + a 1.166% margin.
b Redeemable as from 26.11.2025. If the bonds are not redeemed, interest will be fixed at NIBOR3 + a 0.86% margin.
c Redeemable as from 26.05.2027. If the bonds are not redeemed, interest will be fixed at NIBOR3 + a 1.05% margin.
d Redeemable as from 26.05.2025. If the bonds are not redeemed, interest will be fixed at STIBOR3 + a 0.80% margin.
e Redeemable as from 05.12.2024. If the bonds are not redeemed, interest will be fixed at CIBOR3 + a 1.00% margin.
f Redeemable as from 05.12.2024. If the bonds are not redeemed, interest will be fixed at CIBOR3 + a 1.00% margin.
g The bonds cannot be redeemed early.
h The bonds cannot be redeemed early.
i Redeemable as from 09.03.2027. If the bonds are not redeemed, interest will be fixed at STIBOR3 + a 1.80% margin.
j Redeemable as from 15.05.2024. If the bonds are not redeemed, interest will be fixed at CIBOR3 + a 1.20% margin.
k Redeemable as from 01.12.2027. If the bonds are not redeemed, interest will be fixed at STIBOR3 + a 3.00% margin.
l Redeemable as from 08.12.2027. If the bonds are not redeemed, interest will be fixed at NIBOR3 + a 3.00% margin.
m Redeemable as from 23.03.2026. If the bonds are not redeemed, interest will be fixed at EURIBOR3 + a 1.40% margin.

The loans **a, b, f, g** and **i** are comprised by the rules on hedge accounting. Reference is made to note 6.5 in Annual Report 2022.

Section 4

Capital

Specification of cash flows and other movements

	30.09.23	31.12.22
	DKKm	DKKm
Beginning of period	6,216	4,845
Cash flows		
New loans	475	2,539
Redeemed	0	-908
Net transaction costs	-1	-7
Change in portfolio of own bonds	1	-5
Net cash flows	476	1,619
Other movements		
Change in exchange rate adjustments	-202	-176
Change in interest rate hedging	-34	-76
Amortised costs expensed	4	4
Total other movements	-232	-247
End of period	6,459	6,216
	30.09.23	31.12.22
	DKKm	DKKm
Shown by contractual term to maturity		
Up to 3 months	1	1
Over 3 months and up to 1 year	753	4
Between 1 year and 5 years	5,426	5,897
Over 5 years	278	314
Total	6,459	6,216

Risk management

Note	Page
5.1 Credit risk.....	40
5.1.1 Summary of carrying amount of exposures.....	40
5.1.2 Impairment and provisions by stages.....	40
5.1.3 Exposures before impairment and provisions by stages.....	40
5.1.4 Impairment and provisions for losses.....	41

Main items

Credit exposures – loans, advances and guarantees excl. reverse repo transactions

DKK 67,684 million

31.12.22: **DKK 69,290** million

Credit exposure – excl. reverse repo transactions
Retail/business

43.3% / 56.7%

31.12.22: **42.4% / 57.6%**

Total impairment account

DKK 1,712 million

31.12.22: **DKK 1,666** million

Impairment on loans, advances and other receivables,
etc.

DKK -29 million

30.09.22: **DKK 21** million

Section 5

Risk management

5.1 Credit risk

A description of Spar Nord's credit policy is provided in note 5.1.1 to Annual Report 2022.

Management estimates of impaired loans are described in more detail in the "Loan impairment" section of the Financial review.

5.1.1 Summary of carrying amount of exposures

Summary of carrying amount of exposures	Exposure be- fore impairment	Impairment	Carrying amount	Recognised impairment etc. total
30.09.23	DKKm	DKKm	DKKm	DKKm
Loans and advances at amortised cost	67,609	1,679	65,930	2
Due from credit institutions and central banks	2,194	1	2,193	0
Guarantees	9,844	23	9,822	-27
Unutilised credit lines and loan commitments	25,925	9	25,916	-3
Total	105,572	1,712	103,860	-29

31.12.22

Loans and advances at amortised cost	67,408	1,602	65,806	85
Due from credit institutions and central banks	2,747	1	2,746	0
Guarantees	12,392	50	12,342	-12
Unutilised credit lines and loan commitments	25,095	13	25,082	4
Total	107,642	1,666	105,976	78

5.1.2 Impairment and provisions by stages

	Stage 1	Stage 2	Stage 3	Total
30.09.23	DKKm	DKKm	DKKm	DKKm
Loans and advances at amortised cost	213	701	764	1,679
Due from credit institutions and central banks	1	0	0	1
Guarantees	11	8	4	23
Unutilised credit lines and loan commitments	4	4	2	9
Total	228	713	771	1,712

31.12.22

Loans and advances at amortised cost	224	536	842	1,602
Due from credit institutions and central banks	1	0	0	1
Guarantees	18	26	7	50
Unutilised credit lines and loan commitments	5	6	2	13
Total	247	567	851	1,666

5.1.3 Exposures before impairment and provisions by stages

	Stage 1	Stage 2	Stage 3	Total
30.09.23	DKKm	DKKm	DKKm	DKKm
Loans and advances at amortised cost	56,927	9,205	1,476	67,609
Due from credit institutions and central banks	2,194	0	0	2,194
Guarantees	8,933	831	81	9,844
Unutilised credit lines and loan commitments	24,246	1,588	91	25,925
Total	92,300	11,624	1,647	105,572

31.12.22

Loans and advances at amortised cost	52,017	13,768	1,623	67,408
Due from credit institutions and central banks	2,747	0	0	2,747
Guarantees	10,848	1,437	107	12,392
Unutilised credit lines and loan commitments	21,859	3,139	97	25,095
Total	87,471	18,344	1,827	107,642

Spar Nord does not have the categories "Financial assets at fair value through other comprehensive income" and "Loans at fair value through profit or loss".

The exposures included exposures for which impairment has been reversed (impairment charges taken over) on customers acquired. The discount amounted to DKK 0 million at 30.09.2023 (31.12.2022: DKK 13 million).

Section 5

Risk management

5.1.4 Impairment and provisions for losses

Analysis of changes in impairment and provisions for losses during the year broken down by stages and correlated to recognised impairment, etc.

	Stage 1	Stage 2	Stage 3	Total	Recognised impairment etc.
	DKKm	DKKm	DKKm	DKKm	DKKm
30.09.23					
Impairment at 1 January, loans at amortised cost	247	567	851	1,666	-
Impairment re. new exposures during the year, including new accounts to existing customers	48	3	44	95	95
Reversed impairment re. repaid accounts	46	59	82	187	187
Change in impairment at 1 January, transfer to/from stage 1	204	-193	-11	-	-
Change in impairment at 1 January, transfer to/from stage 2	-62	83	-21	-	-
Change in impairment at 1 January, transfer to/from stage 3	-2	-20	22	-	-
Impairment during the year due to change in credit risk	-161	333	-19	153	153
Previously impaired, now finally lost	0	0	-30	-30	-
Other movements (interest rate correction etc.)	0	0	15	15	-
Loss without prior impairment	-	-	-	-	35
Amounts recovered on previously impaired receivables	-	-	-	-	124
Impairment and provisions for losses, end of period	228	713	771	1,712	-29

31.12.22					
Impairment at 1 January, loans at amortised cost	156	346	1,089	1,591	-
Impairment re. new exposures during the year, including new accounts to existing customers	89	4	38	131	131
Reversed impairment re. repaid accounts	73	45	73	191	191
Change in impairment at 1 January, transfer to/from stage 1	233	-204	-30	-	-
Change in impairment at 1 January, transfer to/from stage 2	-133	185	-52	-	-
Change in impairment at 1 January, transfer to/from stage 3	-1	-62	63	-	-
Impairment during the year due to change in credit risk	-23	344	-129	193	193
Previously impaired, now finally lost	-2	0	-71	-73	-
Other movements (interest rate correction etc.)	0	0	15	15	-
Loss without prior impairment	-	-	-	-	38
Amounts recovered on previously impaired receivables	-	-	-	-	93
Impairment and provisions for losses, end of period	247	567	851	1,666	78

The figures concerning impairment re. new exposures and reversed impairment charges re. repaid accounts include administrative movements in which the balance is moved between two accounts for the same customer.

Loss without prior impairment expresses Spar Nord's recognised loans for which the loss is greater than impairment at the beginning of the year.

Section 6

Other notes

Note	Page
6.1 Collateral.....	43
6.2 Contingent assets	43
6.3 Contingent liabilities.....	43
6.4 Events after the balance sheet date.....	44
6.5 Overview of group companies.....	44
6.6 Ownership at 30.09.23.....	44
6.7 Performance indicators and financial ratios (Danish FSA's layout and ratio system) 5-year overview	45

Section 6

Other notes

6.1 Collateral

Collateral provided through clearing systems, with central counterparties and other infrastructure institutions:

	30.09.23	31.12.22
	DKKm	DKKm
Deposits, clearing	106	143
Collateral provided for the market value of derivatives transactions	126	230
Positive market value of derivative contracts subject to netting	198	208
Collateral provided as part of repo transactions	2,809	1,742
Total	3,239	2,323

6.2 Contingent assets

	30.09.23	31.12.22
	DKKm	DKKm
Unrecognised tax assets	34	39

6.3 Contingent liabilities

	30.09.23	31.12.22
	DKKm	DKKm
Guarantees	9,822	12,342
Other binding commitments	1,109	1,481
Total contingent liabilities	10,931	13,823

Guarantees

Financial guarantees	4,180	5,252
Loss guarantees for mortgage loans	4,019	4,850
Registration and refinancing guarantees	940	1,456
Other contingent liabilities	682	784
Total guarantees	9,822	12,342

Reference is made to note 2.7 regarding the Executive Board's notice of termination and the associated compensation.

Spar Nord is taxed jointly with its Danish subsidiary in the Spar Nord Group. As management company, Spar Nord has unlimited, joint and several liability together with the subsidiary for the Danish corporate income tax payable. The corporate income tax payable within the tax pool amounted to DKK 329 million at 30.09.2023 (31.12.2022: corporate income tax receivable of DKK 65 million). Any adjustments to the taxable income subject to joint taxation might entail an increase in the Parent Company's liability.

The Bank participates in the national restructuring and resolution scheme, with separate contributions being paid to the Guarantee Fund and the Resolution Fund. For both funds, separate target levels have been set, based on the sector's total deposits that are covered by the guarantee limit of EUR 100,000 (section 9(1) of the Act on a Depositor and Investor Guarantee Scheme).

The Guarantee Fund covers customers' deposits and securities pursuant to the Act on a Depositor and Investor Guarantee Scheme.

The Bank's costs for the Guarantee Fund are calculated based on the Bank's pro-rata share. The amount of the contribution will be adjusted by an individual risk factor.

The Resolution Fund is to be used pursuant to the Act on Restructuring and Resolution of Certain Financial Enterprises for the purpose of covering the associated costs.

The Bank's costs for the Resolution Fund are calculated based on the Bank's pro-rata share of the sector's total equity and liabilities less own funds and covered deposits. This contribution will also be adjusted by an individually determined risk factor. The Bank's costs for the Resolution Fund for 2023 have been included as a pro-rata share of the annual contributions. The Bank's contribution to the Resolution Fund at 30.09.2023 amounted to DKK 13 million (30.09.2022: DKK 10 million).

The amount of the contingent liabilities and the possible due dates are subject to uncertainty, for which reason this information has not been disclosed.

Section 6

Other notes

Other binding commitments

	30.09.23	31.12.22
	DKKm	DKKm
Data-processing centre	1,097	1,477
Lease liabilities, Spar Nord as lessee	0	0
Other	12	4
Other binding commitments, total	1,109	1,481

Data-processing centre

Spar Nord has entered into an agreement with BEC Financial Technologies regarding the provision of IT services.

Spar Nord's membership of BEC Financial Technologies means that in case of termination of the Bank's membership, it is liable to pay an exit fee.

In addition, a capital contribution to BEC Financial Technologies has been recognised under Other assets.

The Spar Nord Group has no other significant binding agreements.

Lease liabilities, Spar Nord as lessee

The lease liabilities above concern leases concluded at the balance sheet date but for which the lease asset has not yet been made available.

Spar Nord has not entered into finance leases as a lessee.

6.4 Events after the balance sheet date

No significant events have occurred after 30.09.2023.

6.5 Overview of group companies

		Share capital, end of period *)	Equity end of period *)	Profit/loss for the year *)	Ownership in- terest
	Activity	DKKm	DKKm	DKKm	%
Spar Nord Bank A/S	Banking	1,230	12,469	1,415	-
Subsidiary					
Aktieselskabet Skelagervej 15, Aalborg	Properties	27	306	16	100

*) According to the most recent annual report.

6.6 Ownership at 30.09.23

Spar Nord Fonden, Aalborg, and Nykredit Realkredit A/S, Copenhagen, have disclosed that they each own more than 5% of the share capital of Spar Nord Bank A/S.

Section 6

Other notes

6.7 Performance indicators and financial ratios (Danish FSA's layout and ratio system) 5-year overview

Performance indicators

DKKm	Q1-Q3 2023	Q1-Q3 2022	Change in %	Q1-Q3 2023	Q1-Q3 2022	Q1-Q3 2021	Q1-Q3 2020	Q1-Q3 2019	Full year 2022
Income statement									
Net interest and fee income	3,810	2,776	37	3,810	2,776	2,504	2,164	2,172	3,813
Market value adjustments	325	-54	-	325	-54	222	241	253	211
Staff costs and administrative ex- penses	1,777	1,642	8	1,777	1,642	1,587	1,456	1,405	2,224
Impairment of loans, advances and re- ceivables etc.	-29	21	-	-29	21	-116	287	10	78
Income from investments in associates	69	46	50	69	46	83	16	102	75
Profit for the period	1,871	868	115	1,871	868	1,034	507	876	1,417
Balance sheet									
Lending	65,930	63,043	5	65,930	63,043	60,012	49,397	48,982	65,806
Equity	13,476	12,008	12	13,476	12,008	12,054	10,176	9,617	12,469
Total assets	127,176	121,147	5	127,176	121,147	115,997	96,026	94,151	123,936
Financial ratios									
Own funds									
Own funds ratio *)	21.1	20.2		21.1	20.2	20.2	20.4	17.6	20.9
Tier 1 capital ratio *)	18.5	17.6		18.5	17.6	17.7	18.1	15.4	18.4
Earnings									
Return on equity before tax	%	18.7	8.8	18.7	8.8	11.5	6.4	11.4	14.2
Return on equity after tax	%	14.4	7.3	14.4	7.3	9.2	5.1	9.3	11.6
Income/cost ratio		2.33	1.60	2.33	1.60	1.83	1.35	1.72	1.72
Return on assets	%	1.5	0.7	1.5	0.7	0.9	0.5	0.9	1.1
Market risk and liquidity									
Interest rate risk	%	0.2	0.5	0.2	0.5	0.5	1.1	0.3	0.5
Foreign exchange position	%	0.5	0.6	0.5	0.6	0.5	0.9	1.1	0.6
Foreign exchange risk	%	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Liquidity Coverage Ratio (LCR)	%	242	217	242	217	253	216	159	211
Loans and advances plus impairment as % of deposits	%	70.0	70.1	70.0	70.1	69.9	68.2	72.9	71.3
Credit risk									
Loans and advances relative to equity		4.9	5.3	4.9	5.3	5.0	4.9	5.1	5.3
Increase in loans and advances for the period	%	1.6	7.7	1.6	7.7	11.7	-3.3	7.5	12.7
Sum of large exposures	%	84.7	89.2	84.7	89.2	89.3	77.7	82.0	83.8
Impairment ratio for the period		0.0	0.0	0.0	0.0	-0.1	0.4	0.0	0.1
The Spar Nord Bank share									
DKK per share of DKK 10									
Profit/loss for the period		15.7	7.1	15.7	7.1	8.4	4.1	7.1	11.6
Net asset value (NAV)		104	89	104	89	85	76	71	93
Dividend		-	-	-	-	-	-	-	4.5
Share price/profit/loss for the period		7.0	11.9	7.0	11.9	8.9	11.6	8.7	9.2
Share price/NAV		1.1	1.0	1.1	1.0	0.9	0.6	0.9	1.1

*) Own funds for Q3 2023, Q3 2022 and Q3 2021 are exclusive of recognition of profit/loss for the period.
Own funds for H1 2023, H1 2022 and H1 2021 include recognition of profit/loss for the half-year period.



The Interim Report has been prepared in a Danish and an English version. In case of discrepancy between the Danish-language original text and the English-language translation, the Danish text shall prevail.

Spar Nord Bank A/S

Skelagervej 15
P.O. Box 162
9100 Aalborg, Denmark

Tel. +45 96 34 40 00

www.sparnord.dk
sparnord@sparnord.dk

CVR no. 13 73 75 84