Interim Report – First Half

2026

AL Sydbank Group

Sydbank

AL Sydbank maintains momentum in Q2

AL Sydbank's half-year report shows that the positive trend from Q1 has been sustained and strengthened in several areas. Profit has improved, lending has increased and the amalgamation of the organisation is proceeding as planned. At the same time, the Bank has delivered a higher return on equity.

AL Sydbank continues to build on the momentum established in Q1. Profit for the half-year after tax represented DKK 1.8bn, equalling a return on tangible equity of 13.3% after tax. Bank loans and advances increased by DKK 3.4bn – equivalent to 2.4% – in H1 2026 and constituted DKK 143.7bn at the end of the period. Deposits rose by DKK 10.1bn in the same period and now amount to DKK 219.4bn.

> "AL Sydbank continues to build on the momentum generated in Q1. The business continues to perform well, driven in particular by positive developments among retail customers in the housing finance and investment segments. At the same time, efforts to realise cost synergies are progressing according to plan. In H1 2026, we achieved cost synergies of DKK 175m. This has resulted in a strong half-year performance and a robust capital position. We are firmly on track," says Mark Luscombe, CEO of AL Sydbank.

Macroeconomic developments remain subject to uncertainty. Geopolitical tension, financial market trends and interest rate developments may affect customer activity, the demand for financing as well as the level of impairment charges. The Danish economy is still considered fundamentally robust with high employment and moderate growth prospects.

> "It is crucial that AL Sydbank maintains strong customer proximity while leveraging the scale advantages provided by the merger. The first six months show that the Bank is well capitalised, has strong earnings power and can drive progress during a demanding integration period. This provides a solid basis for the further development of the Bank for the benefit of customers, employees, local communities and shareholders", says Ellen Trane Nørby, Chair of the Board of Directors of AL Sydbank.

Integration and development with customers at the centre

The efforts to bring AL Sydbank together as one bank continued in Q2 2026.

During the half-year, we merged 52 branches in towns and cities with more than one branch, bringing the number of branches at the end of Q2 to 88 branches in Denmark and three branches in Germany. We still have branches in all the towns and cities where we were present at the time of the merger. The work preparing for the transition to Bankdata in 2027 is also progressing as expected. This takes place in a structured process with focus on mitigating complexity, ensuring good client-facing solutions and creating an efficient and scalable bank.

> "The integration of three banks is a substantial and complex task and we have made a good start. We have remained focused on customers while working to create a common culture and a stronger foundation for the future AL Sydbank. The ambition is still to combine the opportunities of a major bank with the local presence that is characteristic of our customer relationships", says Mark Luscombe.

Outlook for 2026

- Growth is projected for the Danish economy.
- Profit after tax is now expected to be at the top half of the range of DKK 3,500-4,000m.
- The outlook is subject to uncertainty and depends, among other factors, on financial market developments, interest rate developments, pig settlement prices, integration costs and macroeconomic factors which may affect customer activity and the level of impairment charges.

H1 2026 – highlights

- Profit for the period of DKK 1,761m equals a return on tangible equity of 13.3% p.a. after tax
- Core income of DKK 5,921m is 78% higher compared to the same period in 2025
- Trading income of DKK 185m compared to DKK 127m in the same period in 2025
- Costs (core earnings) of DKK 3,487m against DKK 1,765m in the same period in 2025
- Core earnings before impairment of DKK 2,619m are 54% higher compared to the same period in 2025
- Impairment charges for loans and advances etc represent an expense of DKK 151m
- Bank loans and advances have gone up by DKK 3.4bn, equal to an increase of 2.4% compared to year-end 2025
- The CET1 ratio is 16.0% compared to 15.8% at year-end 2025

Contents

Group Financial Highlights

	H1 2026	H1 2025	Index 26/25	Q2 2026	Q2 2025	Full year 2025
Income statement (DKKm)						
Core income	5,921	3,335	178	2,996	1,635	7,174
Trading income	185	127	146	105	63	256
Total income	**6,106**	**3,462**	**176**	**3,101**	**1,698**	**7,430**
Costs, core earnings	3,487	1,765	198	1,732	884	3,715
Core earnings before impairment	**2,619**	**1,697**	**154**	**1,369**	**814**	**3,715**
Impairment of loans and advances etc	151	97	-	94	62	297
Core earnings	**2,468**	**1,600**	**154**	**1,275**	**752**	**3,418**
Investment portfolio earnings	126	39	-	134	15	158
Profit before non-recurring items	**2,594**	**1,639**	**158**	**1,409**	**767**	**3,576**
Non-recurring items, net	(277)	(23)	-	(135)	(10)	(1,102)
Profit before tax	**2,317**	**1,616**	**143**	**1,274**	**757**	**2,474**
Tax	556	404	138	316	190	581
Profit for the period	**1,761**	**1,212**	**145**	**958**	**567**	**1,893**
Balance sheet highlights (DKKbn)						
Loans and advances at amortised cost	143.7	82.7	174	143.7	82.7	140.3
Loans and advances at fair value	22.7	21.8	104	22.7	21.8	21.6
Deposits and other debt	219.4	121.8	180	219.4	121.8	209.3
Bonds issued at amortised cost	25.5	11.2	228	25.5	11.2	21.5
Subordinated capital	3.6	2.2	164	3.6	2.2	3.5
AT1 capital	1.7	1.6	106	1.7	1.6	1.8
Shareholders’ equity	34.9	14.3	244	34.9	14.3	35.8
Total assets	361.0	197.9	182	361.0	197.9	342.0
Financial ratios per share (DKK per share of DKK 10)						
EPS	20.0	23.3		11.0	10.9	34.8
Share price at end of period	576.0	469.8		576.0	469.8	570.0
Book value	410.1	285.2		410.1	285.2	416.8
Book value (tangible equity)	307.0	278.3		307.0	278.3	314.3
Share price/book value	1.40	1.65		1.40	1.65	1.37
Share price/book value (tangible equity)	1.88	1.69		1.88	1.69	1.81
Average number of shares outstanding (in millions)	85.5	50.8		85.2	50.5	52.3
Dividend per share	-	-		-	-	25.00
Other financial ratios and key figures						
CET1 ratio	16.0	16.7		16.0	16.7	15.8
T1 capital ratio	17.3	19.1		17.3	19.1	17.1
Capital ratio	19.5	21.5		19.5	21.5	19.2
Pre-tax profit as % p.a. of average tangible equity	17.7	22.9		19.5	21.4	15.9
Post-tax profit as % p.a. of average tangible equity	13.3	17.1		14.6	15.9	12.1
Pre-tax profit as % p.a. of average equity	13.2	22.4		14.6	20.8	14.9
Post-tax profit as % p.a. of average equity	9.9	16.7		10.9	15.5	11.3
Costs (core earnings) as % of total income	57.1	51.0		55.9	52.1	50.0
Return on assets (%)	0.5	0.6		0.3	0.3	0.7
Interest rate risk	0.5	0.6		0.5	0.6	1.1
Foreign exchange position	0.8	1.2		0.8	1.2	0.6
Foreign exchange risk	0.0	0.0		0.0	0.0	0.0
Liquidity, LCR (%)	279	243		279	243	271
Loans and advances relative to deposits	0.5	0.6		0.5	0.6	0.6
Loans and advances relative to equity	4.1	5.8		4.1	5.8	3.9
Growth in loans and advances during the period	2.4	0.1		0.9	1.7	70.0
Total large exposures	82	119		82	119	72
Accumulated impairment ratio	1.5	2.2		1.5	2.2	1.5
Impairment ratio for the period	0.09	0.10		0.05	0.06	0.20
Number of full-time staff at end of period	3,888	2,149	181	3,888	2,149	4,231

When calculating financial ratios AT1 capital is considered a liability regardless of the fact that it is accounted for as equity.
Reference is made to financial ratio definitions in the 2025 Annual Report (page 139). Comparative figures for previous years have not been restated.

Highlights

AL Sydbank was established in December 2025 as a result of the merger of Sydbank, Arbejdernes Landsbank and Vestjysk Bank.

AL Sydbank's results for H1 2026 comprise the results for the merged entity, AL Sydbank. Comparative figures for the income statement concern Sydbank's activities up to the merger and are thus not compatible.

The balance sheet is a consolidated balance sheet for AL Sydbank at 30 June 2026 and includes all assets, liabilities and equity items in respect of the entire group after the merger was implemented. Comparative figures for previous periods have not been restated.

AL Sydbank's financial statements for H1 2026 show a profit before tax of DKK 2,317m compared with DKK 1,616m in the same period in 2025. Profit before tax equals a return of 17.7% p.a. on average tangible equity.

Profit before tax shows an increase of DKK 701m, which is mainly attributable to a rise in core income of DKK 2,586m set off against a rise in costs (core earnings) of DKK 1,722m and an increase in non-recurring costs of DKK 254m.

Core income constitutes DKK 5,921m compared to DKK 3,335m in the same period in 2025 – an increase of DKK 2,586m, equivalent to 78%. The increase is attributable to the merger.

Core income is in line with the expectations presented in the 2025 Annual Report.

Trading income in H1 2026 constituted DKK 185m compared with DKK 127m in the same period in 2025.

Total income represents DKK 6,106m for H1 2026 – an increase of DKK 2,644m, equivalent to 76% compared to the same period in 2025.

Costs (core earnings) constituted DKK 3,487m in H1 2026 – an increase of DKK 1,722m compared to the same period in 2025. The increase is attributable to the merger.

Costs (core earnings) are in line with the expectations presented in the 2025 Annual Report.

Core earnings before impairment total DKK 2,619m for H1 2026 – an increase of DKK 922m, equivalent to 54% compared to the same period in 2025.

Impairment charges for loans and advances represent an expense of DKK 151m compared with an expense of DKK 97m in the same period in 2025.

Core earnings for H1 2026 represent DKK 2,468m – an increase of DKK 868m compared with the same period in 2025.

Non-recurring items etc constitute a cost of DKK 277m compared to a cost of DKK 23m in the same period in 2025.

Profit for the period before tax represents DKK 2,317m compared to DKK 1,616m in 2025 – an increase of DKK 701m. Tax represents DKK 556m, equal to an effective tax rate of 24.0%.

Profit for the period amounts to DKK 1,761m compared with DKK 1,212m in the same period in 2025, equal to a return of 13.3% p.a. on average tangible equity.

Profit in H1 2026 is on a par with the expectations presented in the 2025 Annual Report.

H1 2026 performance
Net interest income has risen by DKK 1,564m to DKK 3,413m, equal to an increase of 85% compared to the same period in 2025. The increase is attributable to the merger.

Total core income has risen by DKK 2,586m to DKK 5,921m, equal to 78% compared with the same period in 2025.

Trading income constituted DKK 185m in 1H 2026 compared with DKK 127m in the same period in 2025.

Total income has increased by DKK 2,644m to DKK 6,106m.

Costs (core earnings) have gone up by DKK 1,722m to DKK 3,487m.

Core earnings before impairment for 1H 2026 represent DKK 2,619m – an increase of DKK 922m equal to 54% compared with the same period in 2025.

Impairment charges for loans and advances represent an expense of DKK 151m compared with an expense of DKK 97m in the same period in 2025.

Core earnings for H1 2026 constitute DKK 2,468m – an increase of DKK 868m compared with the same period in 2025.

Together the Group's position-taking and liquidity handling generated an income of DKK 126m in H1 2026 compared to earnings of DKK 39m in the same period in 2025.

Non-recurring items etc constitute a cost of DKK 277m compared to a cost of DKK 23m in the same period in 2025. Of this DKK 256m is attributable to costs concerning the merger.

Profit before tax for H1 2026 amounts to DKK 2,317m compared with DKK 1,616m in 2025. Tax represents DKK 556m, equal to an effective tax rate of 24.0%.

Profit for the period amounts to DKK 1,761m compared with DKK 1,212m in 2025.

Return on shareholders' tangible equity before and after tax constitutes 17.7% and 13.3% respectively against 22.9% and 17.1% respectively in the same period in 2025.

Bank loans and advances
Bank loans and advances totalled DKK 143.7bn at 30 June 2026. Compared to 31 December 2025 this is an increase of DKK 3.4bn.

Bank loans and advances (DKKbn)	30 Jun 2026	31 Dec 2025	30 Jun 2025
Corporate clients	92.4	91.6	67.6
Retail clients	51.2	48.7	15.1
Public authorities	0.1	0.0	0.0
Total	**143.7**	**140.3**	**82.7**

Bank loans and advances to corporate clients represent DKK 92.4bn – an increase of DKK 0.8bn in H1 2026.

Bank loans and advances to retail clients represent DKK 51.2bn – an increase of DKK 2.5bn in H1 2026.

Credit facilities to corporate clients (DKKbn)	30 Jun 2026	31 Dec 2025	30 Jun 2025
Drawn facilities = loans/advances before impairment charges	94.3	93.3	69.4
Undrawn facilities	72.1	75.0	43.5
Total	**166.4**	**168.3**	**112.9**

Credit facilities to corporate clients fell by DKK 1.9bn to DKK 166.4bn in H1 2026.
During H1 2026 corporate clients drew a further DKK 1bn under their credit facilities.

Credit intermediation
In addition to traditional bank loans and advances, the Group distributes mortgage loans from Totalkredit and DLR Kredit. The Group's total credit intermediation comprises bank loans and advances, mortgage-like loans funded by Totalkredit as well as mortgage loans distributed through Totalkredit and DLR Kredit.

Total credit intermediation (DKKbn)	30 Jun 2026	31 Dec 2025	30 Jun 2025
Bank loans and advances	143.7	140.3	82.7
Funded mortgage-like loans	2.3	2.6	3.0
Distributed mortgage loans – Totalkredit	201.0	200.8	89.1
Distributed mortgage loans – DLR	41.6	40.3	15.8
Total	**388.6**	**384.0**	**190.6**

The Group's total credit intermediation represents DKK 388.6bn – an increase of DKK 4.6bn compared to year-end 2025. The change is attributable to a rise in bank loans and advances of DKK 3.4bn, a decline in funded mortgage-like loans of DKK 0.3bn and an increase in distributed mortgage loans of DKK 1.5bn.

Outlook for 2026
Growth is projected for the Danish economy.

Profit after tax is now expected to be at the top half of the range of DKK 3,500-4,000m.

The outlook is subject to uncertainty and depends, among other factors, on financial market developments, interest rate developments, pig settlement prices, integration costs and macroeconomic factors that may affect customer activity and the level of impairment charges.

Financial Review – Performance in H1 2026

The AL Sydbank Group has recorded a profit before tax of DKK 2,317m compared to DKK 1,616m in 2025. Profit before tax equals a return of 17.7% p.a. on average tangible equity.

Profit for the period after tax represents DKK 1,761m compared with DKK 1,212m in 2025, equal to a return of 13.3% p.a. on average tangible equity.

The financial statements are characterised by the following:

- A rise in core income of DKK 2,586m, equal to 78%
- An increase in trading income of DKK 58m
- A rise in costs (core earnings) of DKK 1,722m
- Impairment charges for loans and advances represent an expense of DKK 151m
- A rise in core earnings of DKK 868m to DKK 2,468m
- Investment portfolio earnings of DKK 126m
- Non-recurring items etc represent a cost of DKK 277m
- Bank loans and advances of DKK 143.7bn (year-end 2025: DKK 140.3bn)
- Bank deposits of DKK 219.4bn (year-end 2025: DKK 209.3bn)
- A CET1 ratio of 16.0% (year-end 2025: 15.8%)
- An individual solvency need of 9.2% (year-end 2025: 9.3%)

Income statement – H1 (DKKm)	2026	2025
Core income	5,921	3,335
Trading income	185	127
Total income	**6,106**	**3,462**
Costs, core earnings	3,487	1,765
Core earnings before impairment	**2,619**	**1,697**
Impairment of loans and advances etc	151	97
Core earnings	**2,468**	**1,600**
Investment portfolio earnings	126	39
Profit before non-recurring items	**2,594**	**1,639**
Non-recurring items, net	(277)	(23)
Profit before tax	**2,317**	**1,616**
Tax	556	404
Profit for the period	**1,761**	**1,212**

Core income
Total core income has risen by DKK 2,586m or 78% to DKK 5,921m. The increase is attributable to the merger.

Net interest income has gone up by DKK 1,564m to DKK 3,413m. The increase is attributable to the merger.

Net income from the cooperation with Totalkredit represents DKK 547m (2025: DKK 247m) after a set-off of loss of DKK 6m (2025: DKK 5m). The increase is attributable to the merger.

The cooperation with DLR Kredit has generated an income of DKK 85m (2025: DKK 53m). The increase is attributable to the merger.

Total mortgage credit income represents DKK 632m – an increase of DKK 331m compared to 2025.

Income from commission etc concerning investment funds and pooled pension plans has gone up by DKK 194m to DKK 367m. The increase is attributable to the merger.

The remaining income components have risen by DKK 497m – an increase of 49% compared with the same period in 2025.

Core income – H1 (DKKm)	2026	2025
Net interest etc	3,413	1,849
Mortgage credit	632	301
Payment services	231	135
Remortgaging and loan fees	148	91
Commission and brokerage	367	267
Commission etc investment funds and pooled pension plans	367	173
Asset management	326	250
Custody account fees	75	54
Other operating income	362	215
Total	**5,921**	**3,335**

Trading income
Trading income represents DKK 185m against DKK 127m in the same period in 2025. Trading income is considered satisfactory.

Costs and depreciation
The Group's costs and depreciation total DKK 3,768m – an increase of DKK 1,977m compared to the same period in 2025. The increase is attributable to the merger.

Costs and depreciation – H1 (DKKm)	2026	2025
Staff costs	2,096	1,037
Other administrative expenses	1,464	688
Amortisation/depreciation and impairment of intangible assets and property, plant and equipment	154	65
Other operating expenses	54	1
Total	**3,768**	**1,791**
Distributed as follows:		
Costs, core earnings	3,487	1,765
Costs, investment portfolio earnings	4	4
Non-recurring costs	277	23

Costs (core earnings) represent DKK 3,487m against DKK 1,765m in the same period in 2025. The increase is attributable to the merger.

At 30 June 2026 the Group's staff numbered 3,888 compared to 2,149 at 30 June 2025 and 4,231 at 31 December 2025.

Compared to year-end 2025 the number of branches has been reduced by 52, bringing the number of branches to 88 in Denmark and 3 in Germany at end-June 2026.

Core earnings before impairment of loans and advances

Core earnings before impairment charges for loans and advances represent DKK 2,619m – an increase of DKK 922m or 54% compared to the same period in 2025.

Impairment of loans and advances etc

Impairment charges for loans and advances represent an expense of DKK 151m compared with an expense of DKK 97m in the same period in 2025.

At 30 June 2026 the Group maintained its management estimate of DKK 500m to hedge macroeconomic uncertainty where DKK 400m concerns corporate clients, including agricultural clients, and DKK 100m concerns retail clients.

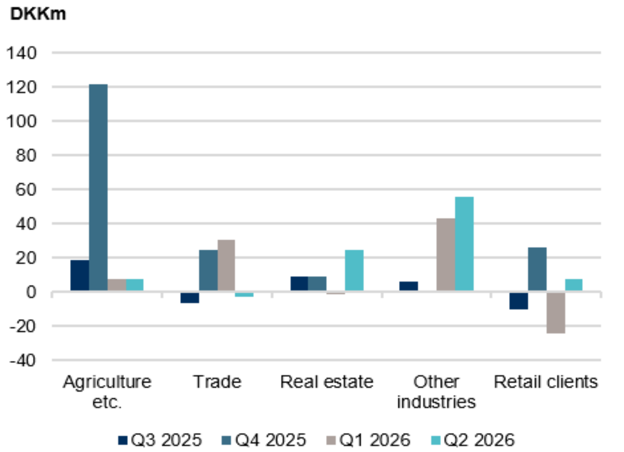
The management estimate regarding macroeconomic uncertainty covers eg potential losses related to global energy supply challenges and a continued protectionist line in the US that could lead to economic recession in both the US and Europe. Such a development would also impact the Danish economy where particularly export businesses would be hit by lower international demand resulting in rising unemployment and general restraint in consumer spending which would feed through to the rest of the economy. Danish pig producers are experiencing settlement prices below production costs. In the beginning of Q3 2026 settlement prices dropped significantly to an all-time low, which could lead to an increased need for impairment charges in the long run.

In addition, the calculated fair value of the portfolios acquired in connection with the merger includes a management estimate of DKK 485m. This management estimate is included in the net value of the portfolios acquired.

Management estimates represent a total of DKK 985m.

The chart below shows impairment charges for loans and advances in the last 4 quarters as regards agriculture etc, trade, real estate, other industries as well as retail clients.

Impairment charges – quarterly



At 30 June 2026 accumulated impairment and provisions amounted to DKK 2,559m (year-end 2025: DKK 2,466m).

In H1 2026 reported losses amounted to DKK 128m (H1 2025: DKK 19m). Of the reported losses an impairment charge of DKK 28m has previously been recorded (H1 2025: DKK 14m).

The impairment ratio for the period represented 0.09% relative to bank loans and advances and guarantees at 30 June 2026.

Impairment charges are recorded for expected credit losses as regards all financial assets measured at amortised cost and similar provisions are made for expected credit losses as regards undrawn credit commitments and financial guarantees.
Impairment charges for expected credit losses depend on whether the credit risk of a financial asset has increased significantly since initial recognition and follow a 3-stage model. The portfolios in stage 3 acquired from Arbejdernes Landsbank and Vestjysk Bank are recognised under "credit impaired at initial recognition":

Stage 1 – facilities with no significant increase in credit risk. The asset is written down by an amount equal to the expected credit loss as a result of the probability of default over the coming 12 months.

Stage 2 – facilities with a significant increase in credit risk. The asset is transferred to stage 2 and is written down by an amount equal to the expected credit loss over the life of the asset.

Stage 3 – facilities where the financial asset is in default or is otherwise credit impaired.

Credit impaired at initial recognition (POCI) – facilities which were credit impaired at the time of the merger with the Arbejdernes Landsbank Group. They are recognised on acquisition at the fair value of the debt acquired.

The Group's loans and advances and impairment charges at 30 June 2026 allocated to these stages are shown below.

Loans and advances and impairment charges	Stage 1	Stage 2	Stage 3	POCI	Total
30 Jun 2026 (DKKm)					
Loans/advances before impairment charges	132,044	10,047	2,463	1,398	**145,952**
Impairment charges	504	539	1,214		**2,257**
Total loans/advances	**131,540**	**9,508**	**1,249**	**1,398**	**143,695**
30 Jun 2026 (%)					
Impairment charges as % of bank loans/advances	0.4	5.4	49.3	-	1.5
Share of bank loans/advances before impairment charges (%)	90.4	6.9	1.7	1.0	100.0
Share of bank loans/advances after impairment charges (%)	91.5	6.6	0.9	1.0	100.0

Credit impaired bank loans and advances – stage 3 – represent 1.7% (year-end 2025: 1.1%) of total bank loans and advances before impairment charges and 0.9% (year-end 2025: 0.4%) of total bank loans and advances after impairment charges.

Impairment charges concerning credit impaired bank loans and advances as a percentage of credit impaired bank loans and advances at 30 June 2026 stand at 49.3% (year-end 2025: 65.4%).

Core earnings

Core earnings for H1 2026 represent DKK 2,468m – an increase of DKK 868m compared with the same period in 2025.

Investment portfolio earnings

Together the Group's position-taking and liquidity handling generated an income of DKK 126m in H1 2026 compared to earnings of DKK 39m in the same period in 2025.

Investment portfolio earnings – H1 (DKKm)	2026	2025
Position-taking	12	0
Liquidity generation and liquidity reserves	140	40
Strategic positions	(21)	3
Costs	(4)	(4)
Total	**126**	**39**

The interest rate risk was positive at the end of H1 2026 and the Group would suffer a loss in the event of interest rate increases. In terms of the Group's bond portfolios – including cash resources – the interest rate risk is considered to be modest.

Non-recurring items, net

Non-recurring items represent a cost of DKK 277m compared with a cost of DKK 23m in H1 2025.

In H1 2026, DKK 256m was recognised as costs related to the merger, mainly staff costs and premises costs, as well as DKK 21m in connection with the housing loan processes and the development of the bank/insurance partnership.

Profit for the period

Profit before tax for H1 2026 amounts to DKK 2,317m compared with DKK 1,616m in 2025. Tax represents DKK 556m, equal to an effective tax rate of 24.0%. Profit for the period amounts to DKK 1,761m compared with DKK 1,212m in H1 2025.

Return

Return on shareholders' tangible equity after tax constitutes 13.3% against 17.1% in H1 2025.

Earnings per share stands at DKK 20.0 compared with DKK 23.3 in H1 2025.

Subsidiaries

Profit after tax of the subsidiaries represents DKK 48m (H1 2025: DKK 27m).

Group – Q2 2026 compared with Q1 2026
The Group's profit before tax for the quarter represents DKK 1,274m (Q1: DKK 1,043m).

Compared to Q1 2026 profit before tax reflects:
- A rise in core income of DKK 71m
- An increase in trading income of DKK 25m
- A decline in costs (core earnings) of DKK 23m
- Impairment charges for loans and advances: an expense of DKK 94m (Q1: expense of DKK 57m)
- Investment portfolio earnings of DKK 134m (Q1: loss of DKK 8m).

The comparison covers the first two quarters following the merger of Sydbank, Arbejdernes Landsbank and Vestjysk Bank.

Quarterly results (DKKm)	Q2 2026	Q1 2026	Q4 2025	Q3 2025	Q2 2025	Q1 2025
Core income	2,996	2,925	2,188	1,651	1,635	1,700
Trading income	105	80	52	77	63	64
Total income	**3,101**	**3,005**	**2,240**	**1,728**	**1,698**	**1,764**
Costs, core earnings	1,732	1,755	1,139	811	884	881
Core earnings before impairment	**1,369**	**1,250**	**1,101**	**917**	**814**	**883**
Impairment of loans and advances etc	94	57	182	18	62	35
Core earnings	**1,275**	**1,193**	**919**	**899**	**752**	**848**
Investment portfolio earnings	134	(8)	81	38	15	24
Profit before non-recurring items	**1,409**	**1,185**	**1,000**	**937**	**767**	**872**
Non-recurring items, net	(135)	(142)	(1,070)	(9)	(10)	(13)
Profit before tax	**1,274**	**1,043**	**(70)**	**928**	**757**	**859**
Tax	316	240	(41)	218	190	214
Profit for the period	**958**	**803**	**(29)**	**710**	**567**	**645**

Total assets
At 30 June 2026 the Group's total assets made up DKK 361.0bn (year-end 2025: DKK 342.0bn).

Assets (DKKbn)	30 Jun 2026	31 Dec 2025
Amounts owed by credit institutions etc	47.9	33.6
Loans and advances at fair value (reverse transactions)	22.7	21.6
Loans and advances at amortised cost (bank loans and advances)	143.7	140.3
Securities and holdings etc	73.9	77.1
Assets related to pooled plans	51.4	48.3
Intangible assets	9.1	9.1
Other assets etc	12.3	12.0
Total	**361.0**	**342.0**

The Group's bank loans and advances totalled DKK 143.7bn at 30 June 2026. Compared to year-end 2025 this is an increase of DKK 3.4bn.

Equity and liabilities (DKKbn)	30 Jun 2026	31 Dec 2025
Amounts owed to credit institutions etc	7.2	5.8
Deposits and other debt	219.4	209.3
Deposits in pooled plans	51.4	48.3
Bonds issued	25.5	21.5
Other liabilities etc	16.1	14.8
Provisions	1.2	1.2
Subordinated capital	3.6	3.5
Equity	36.6	37.6
Total	**361.0**	**342.0**

The Group's deposits make up DKK 219.4bn – an increase of DKK 10.1bn compared to year-end 2025.

Equity
At 30 June 2026 shareholders' equity constituted DKK 34,841m – a decrease of DKK 918m since the beginning of the year. The change comprises the addition from comprehensive income for the period of DKK 1,722m, net purchases of own shares etc of DKK 443m, dividend paid of DKK 2,158m as well as other transactions of -DKK 39m.

Capital
The Bank announced a new share buyback programme of DKK 1,100m on 25 February 2026.

The share buyback is made in line with the Bank's aim to optimise the capital structure in accordance with the Bank's capital targets and capital policy. The share buyback programme was initiated on 2 March 2026 and will be completed by 31 January 2027.

At 30 June 2026 shares totalling DKK 449m had been repurchased.

In Q1 2026 the Group redeemed 2 SNP loans from the portfolio acquired in connection with the merger of SEK 250m and SEK 800m respectively as well as AT1 capital from the acquired portfolio of Vestjysk Bank of DKK 46m and DKK 50m.

In Q2 2026 the Group issued T2 capital equivalent to approx DKK 1.0bn (SEK 1,250m and NOK 250m) for the refinancing of existing T2 capital of DKK 900m which was redeemed in May 2026.

In addition, the Group issued SNP capital totalling EUR 500m, SEK 600m and NOK 1,000m in Q2. The issues support the planned refinancing of the expected redemptions of SNP capital of DKK 1.0bn and EUR 500m in September 2026.

The Group continues to be well capitalised following these redemptions.

Risk exposure amount
The risk exposure amount (REA) constitutes DKK 135.6bn – a decline of DKK 2.4bn compared to year-end 2025.

Risk exposure amount (DKKbn)	30 Jun 2026	31 Dec 2025
Credit risk	91.7	91.9
Market risk	9.4	11.5
Operational risk	20.0	20.0
Other exposures, incl CVA	14.5	14.6
Total	**135.6**	**138.0**

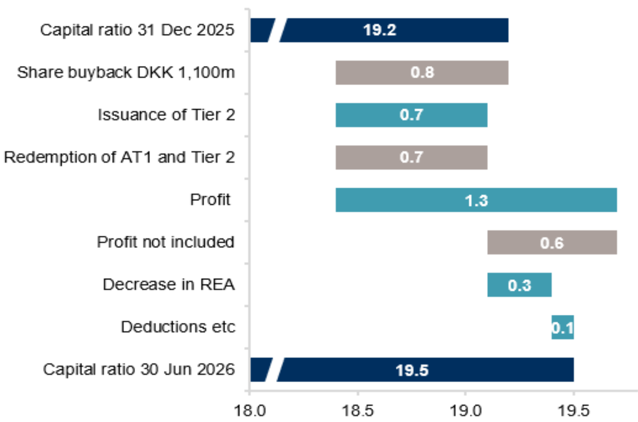
Solvency

Solvency (DKKm)	30 Jun 2026	31 Dec 2025
REA	135,584	138,017
CET1 capital	21,701	21,780
T1 capital	23,405	23,625
Total capital	26,373	26,490
CET1 ratio	16.0	15.8
T1 capital ratio	17.3	17.1
Capital ratio	19.5	19.2

At 30 June 2026 the CET1 ratio and the capital ratio stood at 16.0% and 19.5% respectively compared to 15.8% and 19.2% respectively at year-end 2025.

The development in the capital ratio in H1 2026 is shown below.

Capital ratio in H1 2026



In H1 2026 the capital ratio went up by 0.3pp to 19.5%. The increase is mainly attributable to the profit for the period and set off against the initiated share buyback programme of DKK 1,100m and a decline in REA.

At 30 June 2026 the individual solvency need represented 9.2% (31 December 2025: 9.3%).

Solvency of the parent

At 30 June 2026 the CET1 ratio and the capital ratio of the parent stood at 15.8% and 19.2% respectively (31 December 2025: 15.6% and 19.0%).

Capital and solvency and capital requirements

The Group's capital policy consistently supports the Group's strategy and at the same time takes into account AL Sydbank's status as a SIFI as well as full implementation of capital regulations. The Group's capital targets are a CET1 ratio of around 14.5%, a T1 capital ratio of around 16.0% and a capital ratio of around 18.5%. The capital targets have been set to ensure that the Group complies with all capital requirements, including buffer requirements.

At end-June 2026, the individual solvency need represented 9.2%. The solvency need consists of a minimum capital requirement of 8% under Pillar I and a capital add-on under Pillar II. Approximately 56% of the solvency need must be covered by CET1 capital, equal to 5.2% of the risk exposure amount.

In addition to the solvency need, the Group must meet a combined buffer requirement of 6.6% at 30 June 2026.

Capital and solvency and capital requirements (% of REA)	30 Jun 2026	31 Dec 2025
Capital and solvency		
CET1 ratio	16.0	15.8
T1 capital ratio	17.3	17.1
Capital ratio	19.5	19.2
Capital requirements (incl buffers)*		
Total capital requirement	15.8	16.0
CET1 capital requirement	11.8	11.9
- of which sector-specific systemic risk buffer	*0.3*	*0.3*
- of which SIFI buffer	*1.5*	*1.5*
- of which capital conservation buffer	*2.5*	*2.5*
*- of which countercyclical buffer***	*2.4*	*2.4*
Excess capital		
CET1 capital	4.2	3.9
Total capital	3.7	3.2

* The total capital requirement consists of an individual solvency need and a combined buffer requirement. The countercyclical buffer is determined by the Danish Ministry of Industry, Business and Financial Affairs and may not exceed 2.5%. The rate currently makes up 2.5%

** The countercyclical buffer is calculated as an exposure weighted average of the specific rates as regards the countries in which the companies to which exposures have been granted are domiciled. The rate as regards exposures to companies domiciled in Denmark constitutes 2.5%.

Market risk

At 30 June 2026 the Group's interest rate risk represented DKK 126m. The Group's exchange rate risk continues to be very low and its equity position modest.

Funding and liquidity

The guidelines for calculating the Liquidity Coverage Ratio (LCR) specify a run-off of exposures while taking into account counterparties, funding size, hedging and maturity. Consequently the most stable deposits are favoured relative to large deposits, in particular from businesses and financial counter-parties.

The Group's LCR constituted 279% at 30 June 2026 (31 December 2025: 271%).

LCR (DKKbn)	30 Jun 2026	31 Dec 2025	30 Jun 2025
Total liquidity buffer	126.7	114.1	68.8
Net cash outflows	45.4	42.1	28.3
LCR (%)	279	271	243

The Group meets the LCR requirement of 100% and its excess cover is significant at 30 June 2026.

NSFR

The guidelines for calculating the Net Stable Funding Ratio (NSFR) require that the available stable funding exceeds the required stable funding. The required stable funding is calculated on the basis of the balance sheet values and degree of stability of assets where the strictest requirements in terms of degree of stability are imposed on long-term illiquid assets. The available stable funding is calculated on the basis of the balance sheet values and degree of stability of the funding where the highest degrees of stability apply to equity and long-term funding.

The Group's NSFR constituted 146% at 30 June 2026 (year-end 2025: 141%).

NSFR (DKKbn)	30 Jun 2026	31 Dec 2025	30 Jun 2025
Required stable funding	196.7	190.3	100.8
Available stable funding	287.1	268.6	141.7
NSFR (%)	146	141	141

The Group meets the NSFR requirement of 100% and its excess cover is significant at 30 June 2026.

Rating
Moody's most recent rating of AL Sydbank:

- Outlook: Stable
- Long-term deposit: A1
- Baseline Credit Assessment: Baa1
- Senior unsecured: A1
- Short-term deposit: P-1

Supervisory Diamond
The Supervisory Diamond sets up a number of benchmarks to indicate banking activities that initially should be regarded as involving a higher risk. Any breach of the Supervisory Diamond is subject to reactions by the Danish FSA.

At 30 June 2026 the Group as well as the parent company comply with all the benchmarks of the Supervisory Diamond.

Supervisory Diamond benchmarks	30 Jun 2026	31 Dec 2025	30 Jun 2025
Sum of 20 largest exposures < 175%	82	72	119
Lending growth < 20% annually	74	70	4
Commercial property exposure < 25%	9	11	13
Excess liquidity coverage > 100%	269	269	230

The growth in lending of 74% is mainly attributable to the merger. The real growth in lending in the period from 30 June 2025 to 30 June 2026 totals 5% for the 3 banks.

Subordinated debt and MREL requirements
Once a year the Danish FSA sets requirements as to subordinated debt and own funds and eligible liabilities (MREL) for Danish institutions, including AL Sydbank.

At 1 January 2026 the subordinated debt and MREL requirements were set at 25.6% and 23.3% respectively of the risk exposure amount.
The subordinated debt requirement can be calculated as follows:

Subordinated debt at 30 Jun 2026	Requirement (%)	DKKm
REA		135,584
Total requirement	**25.6**	**34,710**
Total capital		26,373
SNP loans with maturities exceeding 1 year		23,227
Total subordinated debt	**36.6**	**49,600**
Excess cover	11.0	14,890

At 30 June 2026, the Group met the subordinated debt requirement with an excess cover of DKK 14,890m. The excess cover corresponds to an increase in the solvency need of 5.5pp or an increase in the risk exposure amount of DKK 56,403m.

The MREL can be calculated as follows:

MREL at 30 Jun 2026	Requirement (%)	DKKm
REA		135,584
Total requirement	**23.3**	**31,591**
Total capital		26,373
SNP loans with maturities exceeding 1 year		23,227
Cover of combined buffer requirement		(9,010)
Senior debt		2,269
Total MREL	**31.6**	**42,859**
Excess cover	8.3	11,268

At 30 June 2026, the Group met the MREL with an excess cover of DKK 11,268m. The excess cover corresponds to an increase in the solvency need of 4.2pp or an increase in the risk exposure amount of DKK 48,360m.

Leverage ratio
The CRR2 Regulation stipulates that T1 capital must constitute at least 3% of total exposures.

The Group's leverage ratio constituted 7.0% at 30 June 2026 (year-end 2025: 7.4%) taking into account the transitional rules.

SIFI
AL Sydbank has been designated as a SIFI in Denmark and there is an additional buffer requirement of 1.5% as regards CET1 capital. The intention is to bring Danish SIFI capital requirements on a par with the requirements in other comparable European countries.

Bank Recovery and Resolution Directive
According to legislation each credit institution must meet a minimum requirement for own funds and eligible liabilities (MREL). The Danish FSA has set the MREL for AL Sydbank at 23.3% of the risk exposure amount as of 1 January 2026. In 2025 the MREL constituted 24.1%.

The general resolution principle for SIFIs is that it should be possible to restructure them and send them back to the market with adequate capitalisation to ensure market confidence. The Group's MREL is based on the risk exposure amount using a factor which has been set at the sum of twice the solvency need plus the combined capital buffer requirement, excluding the countercyclical buffer.

The establishment of a resolution fund was completed as of 31 December 2024. Credit institutions must contribute according to their relative size and risk in Denmark. The resolution fund represents 1% of the covered deposits of all Danish credit institutions.

Basel IV
Since the Basel Committee on Banking Supervision published its recommendations regarding changes to the calculation of capital requirements – Basel IV – in 2017, the EU has worked on implementing these changes into CRR (regulation) or CRD (directive).

Some of the recommended changes have already been implemented and the remainder were adopted at end-May 2024 to take effect on 1 January 2025. Implementation will take place over a protracted period and with significant transitional rules.

However the part of the FRTB regulation covering market risk has been postponed to 1 January 2027.

The transition to Basel IV is expected in the short term to have a limited effect on the Group's capital requirements due to transitional rules.

Sector-specific systemic risk buffer
The government has activated the sector-specific systemic risk buffer for exposures to real estate companies at a rate of 7% of the exposures' risk-weighted assets.

The buffer applies to exposures to real estate companies, ie under activity code "Development of building projects" as well as "Real estate" whereas exposures to "Social housing associations" and "Cooperative housing societies" under activity code "Real estate" are exempt.

As a result the Group will be subject to a sector-specific systemic risk buffer of 0.3% in addition to the regulatory capital requirements.

Income Statement

		AL Sydbank Group		AL Sydbank A/S	
		H1	H1	H1	H1
DKKm	Note	2026	2025	2026	2025
Interest income calculated using the effective interest method		3,638	2,074	3,294	2,002
Other interest income		866	620	866	620
Interest income	2	4,504	2,694	4,160	2,622
Interest expense	3	1,206	873	1,000	858
Net interest income		**3,298**	**1,821**	**3,160**	**1,764**
Dividends on shares		203	109	221	125
Fee and commission income	4	2,405	1,440	2,253	1,335
Fee and commission expense	4	328	187	283	156
Net interest and fee income		**5,578**	**3,183**	**5,351**	**3,068**
Market value adjustments	5	516	294	508	381
Other operating income		80	15	24	15
Staff costs and administrative expenses	6	3,560	1,725	3,355	1,629
Amortisation/depreciation and impairment of intangible assets and property, plant and equipment		154	65	138	57
Other operating expenses	8	54	1	45	1
Impairment of loans and advances etc	9	151	97	174	98
Profit/(Loss) on holdings in associates and subsidiaries	10	62	12	137	29
Profit before tax		**2,317**	**1,616**	**2,308**	**1,708**
Tax	11	556	404	539	424
Profit for the period		**1,761**	**1,212**	**1,769**	**1,284**
Distribution of profit for the period					
Shareholders of AL Sydbank A/S		1,715	1,182	1,723	1,259
Holders of AT1 capital		46	25	46	25
Minority shareholders		-	5	-	-
Total amount to be allocated		**1,761**	**1,212**	**1,769**	**1,284**
Interest paid to holders of AT1 capital		46	25	46	25
Minority shareholders		-	5	-	-
Transfer to equity		1,715	1,182	1,723	1,259
Total amount allocated		**1,761**	**1,212**	**1,769**	**1,284**
EPS Basic for the period (DKK) *		20.0	23.3	11.0	24.8
EPS Diluted for the period (DKK) *		20.0	23.3	11.0	24.8
Dividend per share (DKK)		-	-	-	-

* Calculated on the basis of average number of shares outstanding, see page 20.

Statement of Comprehensive Income

Profit for the period	**1,761**	**1,212**	**1,769**	**1,284**
Other comprehensive income				
Items that may not be reclassified to the income statement:				
Property revaluations	(1)	-	(1)	-
Value adjustment of certain strategic shares	8	77	-	-
Other comprehensive income after tax	**7**	**77**	**(1)**	**-**
Comprehensive income for the period	**1,768**	**1,289**	**1,768**	**1,284**

Balance Sheet

		AL Sydbank Group		AL Sydbank A/S	
		30 Jun	31 Dec	30 Jun	31 Dec
DKKm	Note	2026	2025	2026	2025
Assets					
Cash and balances on demand at central banks		32,053	19,468	29,663	17,117
Amounts owed by credit institutions and central banks	12	15,858	14,119	15,756	14,077
Loans and advances at fair value		22,746	21,648	22,746	21,648
Loans and advances at amortised cost	13	143,695	140,268	142,806	139,361
Bonds at fair value		67,292	70,447	67,292	70,447
Shares etc		4,887	5,037	4,887	5,037
Holdings in associates etc		1,663	1,613	1,663	1,613
Holdings in subsidiaries etc		-	-	1,898	1,760
Assets related to pooled plans		51,400	48,297	51,400	48,297
Intangible assets	14	9,077	9,127	8,977	9,022
Investment property		641	620	28	12
Owner-occupied property		2,430	2,457	1,435	1,475
Owner-occupied property (leasing)		207	287	206	285
Total land and buildings		3,278	3,364	1,669	1,772
Other property, plant and equipment		253	271	186	204
Current tax assets		995	792	992	766
Deferred tax assets		10	10	10	10
Other assets	15	7,162	6,522	6,608	5,858
Prepayments		635	967	617	951
Total assets		**361,004**	**341,950**	**357,170**	**337,940**
Equity and liabilities					
Amounts owed to credit institutions and central banks	16	7,167	5,768	7,116	5,608
Deposits and other debt	17	219,369	209,345	216,234	206,349
Deposits in pooled plans		51,400	48,297	51,400	48,297
Bonds issued at amortised cost	20	25,497	21,474	25,497	21,474
Other liabilities	18	16,126	14,669	15,682	14,052
Deferred income		115	86	46	29
Total liabilities		**319,674**	**299,639**	**315,975**	**295,809**
Provisions	19	1,199	1,199	1,139	1,137
Subordinated capital	20	3,568	3,465	3,493	3,390
Total liabilities		**324,441**	**304,303**	**320,607**	**300,336**
Equity:					
Share capital		858	880	858	880
Revaluation reserves		176	177	176	177
Other reserves:					
Reserves according to articles of association		1,172	1,172	1,172	1,172
Reserve for net revaluation according to equity method		125	125	-	-
Retained earnings		32,510	31,242	32,635	31,367
Proposed dividend etc		-	2,163	-	2,163
Shareholders of AL Sydbank A/S		34,841	35,759	34,841	35,759
Holders of AT1 capital	20	1,722	1,845	1,722	1,845
Minority shareholders		-	43	-	-
Total equity		36,563	37,647	36,563	37,604
Total equity and liabilities		**361,004**	**341,950**	**357,170**	**337,940**

Financial Highlights – Quarterly

	AL Sydbank Group					
	Q2 2026	Q1 2026	Q4 2025	Q3 2025	Q2 2025	Q1 2025
Income statement (DKKm)						
Core income	2,996	2,925	2,188	1,651	1,635	1,700
Trading income	105	80	52	77	63	64
Total income	**3,101**	**3,005**	**2,240**	**1,728**	**1,698**	**1,764**
Costs, core earnings	1,732	1,755	1,139	811	884	881
Core earnings before impairment	**1,369**	**1,250**	**1,101**	**917**	**814**	**883**
Impairment of loans and advances etc	94	57	182	18	62	35
Core earnings	**1,275**	**1,193**	**919**	**899**	**752**	**848**
Investment portfolio earnings	134	(8)	81	38	15	24
Profit before non-recurring items	**1,409**	**1,185**	**1,000**	**937**	**767**	**872**
Non-recurring items, net	(135)	(142)	(1,070)	(9)	(10)	(13)
Profit before tax	**1,274**	**1,043**	**(70)**	**928**	**757**	**859**
Tax	316	240	(41)	218	190	214
Profit for the period	**958**	**803**	**(29)**	**710**	**567**	**645**
Balance sheet highlights (DKKbn)						
Loans and advances at amortised cost	143.7	142.4	140.3	83.3	82.7	81.3
Loans and advances at fair value	22.7	20.6	21.6	21.9	21.8	22.8
Deposits and other debt	219.4	212.9	209.3	119.1	121.8	118.1
Bonds issued at amortised cost	25.5	20.7	21.5	14.9	11.2	11.2
Subordinated capital	3.6	3.5	3.5	2.2	2.2	2.2
AT1 capital	1.7	1.7	1.8	0.8	1.6	0.8
Shareholders' equity	34.9	34.1	35.8	14.6	14.3	14.1
Total assets	361.0	344.9	342.0	196.6	197.9	191.6
Financial ratios per share (DKK per share of DKK 10)						
EPS	11.0	9.0	(0.8)	13.8	10.9	12.3
Share price at end of period	576.0	514.5	570.0	510.5	469.8	431.8
Book value	410.1	399.5	416.8	296.7	285.2	276.4
Book value (tangible equity)	307.0	296.8	314.3	289.8	278.3	269.5
Share price/book value	1.40	1.29	1.37	1.72	1.65	1.56
Share price/book value (tangible equity)	1.88	1.73	1.81	1.76	1.69	1.60
Average number of shares outstanding (in millions)	85.2	85.7	51.8	49.7	50.5	51.2
Dividend per share	-	-	25.00	-	-	-
Other financial ratios and key figures						
CET1 ratio	16.0	15.7	15.8	17.3	16.7	16.3
T1 capital ratio	17.3	17.0	17.1	18.6	19.1	17.5
Capital ratio	19.5	19.1	19.2	21.1	21.5	20.0
Pre-tax profit as % p.a. of average tangible equity	19.5	15.5	(1.7)	25.7	21.4	23.9
Post-tax profit as % p.a. of average tangible equity	14.6	11.8	(0.9)	19.5	15.9	17.8
Pre-tax profit as % p.a. of average equity	14.6	11.6	(1.4)	25.1	20.8	23.3
Post-tax profit as % p.a. of average equity	10.9	8.9	(0.7)	19.0	15.5	17.4
Costs (core earnings) as % of total income	55.9	58.4	50.8	46.9	52.1	49.9
Return on assets (%)	0.3	0.2	0.0	0.4	0.3	0.3
Interest rate risk	0.5	0.4	1.1	0.3	0.6	0.8
Foreign exchange position	0.8	0.7	0.6	1.7	1.2	1.1
Foreign exchange risk	0.0	0.0	0.0	0.0	0.0	0.0
Liquidity, LCR (%)	279	249	271	252	243	237
Loans and advances relative to deposits	0.5	0.6	0.6	0.6	0.6	0.6
Loans and advances relative to equity	4.1	4.2	3.9	5.7	5.8	5.8
Growth in loans and advances during the period	0.9	1.5	68.5	0.7	1.7	(1.5)
Total large exposures	82	83	72	116	119	116
Accumulated impairment ratio	1.5	1.5	1.5	2.1	2.2	2.2
Impairment ratio for the period	0.05	0.03	0.12	0.02	0.06	0.04
Number of full-time staff at end of period	3,888	4,109	4,231	2,154	2,149	2,135

When calculating financial ratios AT1 capital is considered a liability regardless of the fact that it is accounted for as equity.
Reference is made to financial ratio definitions in the 2025 Annual Report (page 139). Comparative figures for previous years have not been restated.

Financial Highlights – Half-yearly

	AL Sydbank Group				
	H1 2026	H1 2025	H1 2024	H1 2023	H1 2022
Income statement (DKKm)					
Core income	5,921	3,335	3,646	3,389	2,399
Trading income	185	127	153	186	116
Total income	**6,106**	**3,462**	**3,799**	**3,575**	**2,515**
Costs, core earnings	3,487	1,765	1,659	1,600	1,574
Core earnings before impairment	**2,619**	**1,697**	**2,140**	**1,975**	**941**
Impairment of loans and advances etc	151	97	24	(16)	(84)
Core earnings	**2,468**	**1,600**	**2,116**	**1,991**	**1,025**
Investment portfolio earnings	126	39	36	30	(91)
Profit before non-recurring items	**2,594**	**1,639**	**2,152**	**2,021**	**934**
Non-recurring items, net	(277)	(23)	4	(26)	25
Profit before tax	**2,317**	**1,616**	**2,156**	**1,995**	**959**
Tax	556	404	532	503	211
Profit for the period	**1,761**	**1,212**	**1,624**	**1,492**	**748**
Balance sheet highlights (DKKbn)					
Loans and advances at amortised cost	143.7	82.7	79.2	74.6	74.2
Loans and advances at fair value	22.7	21.8	14.8	9.7	12.9
Deposits and other debt	219.4	121.8	111.6	102.7	100.2
Bonds issued at amortised cost	25.5	11.2	14.9	13.2	9.6
Subordinated capital	3.6	2.2	1.9	1.1	1.1
AT1 capital	1.7	1.6	0.8	0.8	0.8
Shareholders' equity	34.9	14.3	14.5	13.7	12.2
Total assets	361.0	197.9	191.3	179.3	169.1
Financial ratios per share (DKK per share of DKK 10)					
EPS	20.0	23.3	29.5	26.0	12.5
Share price at end of period	576.0	469.8	369.0	315.2	217.2
Book value	410.1	285.2	271.5	242.7	212.3
Book value (tangible equity)	307.0	278.3	266.2	237.3	204.7
Share price/book value	1.40	1.65	1.36	1.30	1.02
Share price/book value (tangible equity)	1.88	1.69	1.39	1.33	1.06
Average number of shares outstanding (in millions)	85.5	50.8	54.2	56.5	58.2
Dividend per share	-	-	-	-	-
Other financial ratios and key figures					
CET1 ratio	16.0	16.7	17.7	18.7	16.6
T1 capital ratio	17.3	19.1	18.9	20.0	17.8
Capital ratio	19.5	21.5	21.1	21.0	19.1
Pre-tax profit as % p.a. of average tangible equity	19.5	17.7	22.9	30.4	30.3
Post-tax profit as % p.a. of average tangible equity	14.6	13.3	17.1	22.9	22.6
Pre-tax profit as % p.a. of average equity	13.2	22.4	29.8	29.6	15.3
Post-tax profit as % p.a. of average equity	9.9	16.7	22.4	22.0	11.9
Costs (core earnings) as % of total income	57.1	51.0	43.7	44.8	62.6
Return on assets (%)	0.5	0.6	0.9	0.8	0.4
Interest rate risk	0.5	0.6	0.8	1.0	1.4
Foreign exchange position	0.8	1.2	1.3	1.8	3.3
Foreign exchange risk	0.0	0.0	0.0	0.0	0.0
Liquidity, LCR (%)	279	243	240	227	170
Loans and advances relative to deposits	0.5	0.6	0.6	0.6	0.6
Loans and advances relative to equity	4.1	5.8	5.5	5.4	6.1
Growth in loans and advances during the period	2.4	0.1	6.2	0.9	10.7
Total large exposures	82	119	111	142	154
Accumulated impairment ratio	1.5	2.2	2.0	2.1	2.0
Impairment ratio for the period	0.09	0.10	0.02	(0.02)	(0.09)
Number of full-time staff at end of period	3,888	2,149	2,015	2,053	2,017

When calculating financial ratios AT1 capital is considered a liability regardless of the fact that it is accounted for as equity.
Reference is made to financial ratio definitions in the 2025 Annual Report (page 139). Comparative figures for previous years have not been restated.

Statement of Changes in Equity

AL Sydbank Group

DKKm	Share capital	Revalu-ation reserves	Reserves acc to articles of asso-ciation*	Reserve for net revaluation acc to equity method	Retained earnings	Proposed dividend etc	Share-holders of AL Sydbank A/S	AT1 capital**	Minority share-holders	Total equity
Equity at 1 Jan 2026	880	177	1,172	125	31,242	2,163	35,759	1,845	43	37,647
Profit for the period					1,715		1,715	46		1,761
Other comprehensive income		(1)			8		7			7
Comprehensive income for the period	**-**	**(1)**	**-**	**-**	**1,723**	**-**	**1,722**	**46**	**-**	**1,768**
Transactions with owners										
Redemption of AT1 capital								(96)		(96)
Purchase of own shares					(981)		(981)			(981)
Sale of own shares					538		538			538
Reduction in share capital	(22)				22		-			-
Interest paid on AT1 capital							-	(64)		(64)
Exchange rate adjustment					(2)		(2)	(9)		(11)
Dividend etc paid						(2,163)	(2,163)		(10)	(2,173)
Dividend, own shares					5		5			5
Purchase of holdings in subsidiaries					(37)		(37)		(33)	(70)
Total transactions with owners	(22)	-	-	-	(455)	(2,163)	(2,640)	(169)	(43)	(2,852)
Equity at 30 Jun 2026	**858**	**176**	**1,172**	**125**	**32,510**	**-**	**34,841**	**1,722**	**-**	**36,563**
Equity at 1 Jan 2025	546	163	435	56	12,387	1,395	14,982	760	42	15,784
Profit for the period					1,182		1,182	25	5	1,212
Other comprehensive income					77		77			77
Comprehensive income for the period	**-**	**-**	**-**	**-**	**1.259**	**-**	**1.259**	**25**	**5**	**1.289**
Transactions with owners										
Issue of AT1 capital							-	850		850
Transaction costs (Issuance fee)					(8)		(8)			(8)
Purchase of own shares					(1,152)		(1,152)			(1,152)
Sale of own shares					584		584			584
Reduction in share capital	(34)				34		-			-
Interest paid on AT1 capital							-	(20)		(20)
Exchange rate adjustment					0		0	(23)		(23)
Dividend paid						(1,395)	(1,395)		(8)	(1,403)
Dividend, own shares					4		4			4
Total transactions with owners	(34)	-	-	-	(538)	(1,395)	(1,967)	807	(8)	(1,168)
Equity at 30 Jun 2025	**512**	**163**	**435**	**56**	**13,108**	**-**	**14,274**	**1,592**	**39**	**15,905**

* Reserves according to the articles of association equal the undistributable savings bank reserve in accordance with Article 4 of the Articles of Association.

** AT1 capital has no maturity date. Payment of interest and repayment of principal are voluntary. Therefore AT1 capital is accounted for as equity. Moreover reference is made to note 20.

The AL Sydbank share	30 Jun 2026	31 Dec 2025	30 Jun 2025
Share capital (DKK)	857,884,160	879,621,690	512,044,600
Shares issued (number)	85,788,416	87,962,169	51,204,460
Shares outstanding at end of period (number)	84,950,651	85,786,363	50,060,677
Average number of shares outstanding (number)	85,482,931	52,301,754	50,825,598

The Bank has only one class of shares as all shares carry the same rights.

Capital Statement

DKKm	AL Sydbank Group 30 Jun 2026	31 Dec 2025	30 Jun 2025
Solvency			
CET1 ratio	16.0	15.8	16.7
T1 capital ratio	17.3	17.1	19.1
Capital ratio	19.5	19.2	21.5
Total capital			
Equity, shareholders of AL Sydbank A/S	34,841	35,759	14,274
Share of profit for the period not included	(857)	-	(604)
Capital deduction – prudent valuation	(103)	(109)	(79)
Actual or contingent obligations to purchase own shares	(489)	(35)	(881)
Proposed dividend	-	(2,163)	-
Intangible assets and capitalised deferred tax assets	(8,706)	(8,761)	(312)
Significant investments in the financial sector	(2,389)	(2,306)	(1,410)
Insufficient coverage for non-performing exposures	(596)	(605)	(116)
CET1 capital	**21,701**	**21,780**	**10,872**
AT1 capital – equity	1,704	1,845	1,573
T1 capital	**23,405**	**23,625**	**12,445**
T2 capital	3,008	2,905	1,594
Instruments in entities in the financial sector in which the institution has significant investments	(40)	(40)	(28)
Total capital	**26,373**	**26,490**	**14,011**
Credit risk*	91,713	91,853	43,394
Market risk	9,427	11,539	4,854
Operational risk	19,975	19,975	10,423
Other exposures, incl CVA	14,469	14,650	6,449
REA	**135,584**	**138,017**	**65,120**
Pillar I capital requirement	**10,847**	**11,041**	**5,210**
*** Credit risk**			
Corporate clients, IRB	33,589	34,133	32,255
Retail clients, IRB	7,162	6,578	8,709
Corporate clients, STD	17,236	16,389	262
Retail clients, STD	31,671	32,730	1,205
Credit institutions etc	2,055	2,023	963
Total	**91,713**	**91,853**	**43,394**

Cash Flow Statement

DKKm	AL Sydbank Group H1 2026	Full year 2025	H1 2025
Operating activities			
Pre-tax profit for the period	2,317	2,474	1,616
Taxes paid	(689)	(527)	(485)
Adjustment for non-cash operating items:			
Profit/(Loss) on holdings in associates	53	57	4
Amortisation/depreciation of intangible assets and property, plant and equipment	141	122	57
Impairment of loans and advances/guarantees	151	311	97
Other non-cash operating items	-	843	15
Changes in working capital:			
Credit institutions and central banks	(275)	134	(1,552)
Trading portfolio	3,138	1,410	(5,538)
Other financial instruments at fair value	(200)	(173)	(326)
Loans and advances	(4,677)	(996)	1,859
Deposits	10,024	4,656	5,093
Other assets/liabilities	1,444	(1,795)	379
Cash flows from operating activities	11,427	6,516	1,219
Investing activities			
Purchase of holdings in associates	-	-	-
Sale of holdings in associates	5	4	-
Purchase of equity investments	(13)	-	-
Sale of equity investments	73	43	43
Acquisition through merger	-	12,485	-
Purchase/sale of holdings in subsidiaries	(97)	0	0
Purchase/sale of intangible assets	-	-	(1)
Purchase of property, plant and equipment	(53)	(84)	(16)
Sale of property, plant and equipment	66	42	-
Cash flows from investing activities	(19)	12,490	26
Financing activities			
Purchase and sale of own holdings	(443)	(1,083)	(568)
Dividend etc	(2,158)	(1,390)	(1,391)
Raising of subordinated capital	1,007	842	842
Redemption of subordinated capital	(996)	(746)	-
Issue of bonds	4,802	3,732	-
Redemption of bonds	(758)	(3,730)	-
Cash flows from financing activities	1,454	(2,375)	(1,117)
Cash flows for the period	**12,862**	**16,631**	**128**
Cash and cash equivalents at 1 Jan	20,393	3,762	3,762
Cash flows for the period	12,862	16,631	128
Cash and cash equivalents at end of period	**33,255**	**20,393**	**3,890**
Cash and cash equivalents at end of period			
Cash and balances on demand at central banks	32,053	19,468	3,445
Fully secured cash and cash equivalent balances on demand with credit institutions and insurance companies	1,202	925	445
Cash and cash equivalents at end of period	**33,255**	**20,393**	**3,890**

Segment Reporting etc

DKKm	Banking	Asset Management	AL Sydbank Markets	Treasury	Other	AL Sydbank Group Total
Operating segments						
H1 2026						
Core income	5,526	309	86	-	-	**5,921**
Trading income	-	-	185	-	-	**185**
Total income	**5,526**	**309**	**271**	**-**	**-**	**6,106**
Costs, core earnings	3,159	106	159	-	63	**3,487**
Impairment of loans and advances etc	151	-	-	-	-	**151**
Core earnings	**2,216**	**203**	**112**	**-**	**(63)**	**2,468**
Investment portfolio earnings	(21)	-	-	147	-	**126**
Profit before non-recurring items	**2,194**	**203**	**112**	**147**	**(63)**	**2,594**
Non-recurring items, net	(277)	-	-	-	-	**(277)**
Profit before tax	**1,917**	**203**	**112**	**147**	**(63)**	**2,317**
H1 2025						
Core income	3,019	252	64	-	-	**3,335**
Trading income	-	-	127	-	-	**127**
Total income	**3,019**	**252**	**191**	**-**	**-**	**3,462**
Costs, core earnings	1,539	77	109	-	40	**1,765**
Impairment of loans and advances etc	97	-	-	-	-	**97**
Core earnings	**1,383**	**175**	**82**	**-**	**(40)**	**1,600**
Investment portfolio earnings	3	-	-	36	-	**39**
Profit before non-recurring items	**1,386**	**175**	**82**	**36**	**(40)**	**1,639**
Non-recurring items, net	(23)	-	-	-	-	**(23)**
Profit before tax	**1,363**	**175**	**82**	**36**	**(40)**	**1,616**

Operating segments
The Group's segment statements are divided into the following business units: Banking, Asset Management, AL Sydbank Markets, Treasury and Other.

Banking serves all types of retail and corporate clients.

Asset Management primarily comprises the Bank's advisory-related income from customers and investment funds.

AL Sydbank Markets comprises trading income as well as a share of the income from customers with decentral affiliation calculated on the basis of its market price. The share represents the payment by Banking for AL Sydbank Markets' facilities, including advisory services and administration.

Treasury comprises the Group's return on positions handled by Treasury, including liquidity allocation.

Other includes non-recurring items, costs to the Group Executive Management etc as well as return on strategic shareholdings that are not allocated to Banking or AL Sydbank Markets.

Inter-segment transactions are settled on an arm's length basis. Centrally incurred costs are allocated to the business units in accordance with their estimated proportionate share of overall activities.

Excess liquidity is settled primarily at short-term money market rates whereas other balances are settled on an arm's length basis.

Segment Reporting etc

DKKm	Core income	Trading income	Costs, core earnings	Impairment of loans/ advances etc	Core earnings	Investment portfolio earnings	Non-recurring items, net	Profit before tax
								AL Sydbank Group
Correlation between the Group's performance measures and the income statement according to IFRS								
1H 2026								
Net interest and fee income	5,567	(34)			**5,533**	45		**5,578**
Market value adjustments	212	219		0	**431**	85		**516**
Other operating income	80				**80**			**80**
Income	**5,859**	**185**	**-**	**0**	**6,044**	**130**	**-**	**6,174**
Staff costs and administrative expenses			(3,279)		**(3,279)**	(4)	(277)	**(3,560)**
Amortisation/depreciation and impairment of intangible assets and property, plant and equipment			(154)		**(154)**			**(154)**
Other operating expenses			(54)		**(54)**			**(54)**
Impairment of loans and advances etc				(151)	**(151)**			**(151)**
Profit/(Loss) on holdings in associates and subsidiaries	62				**62**			**62**
Profit before tax	**5,921**	**185**	**(3,487)**	**(151)**	**2,468**	**126**	**(277)**	**2,317**
H1 2025								
Net interest and fee income	3,144	14			**3,158**	25		**3,183**
Market value adjustments	164	112		0	**276**	18		**294**
Other operating income	15				**15**			**15**
Income	**3,323**	**127**	**-**	**0**	**3,450**	**43**	**-**	**3,492**
Staff costs and administrative expenses			(1,699)		**(1,699)**	(4)	(23)	**(1,725)**
Amortisation/depreciation and impairment of intangible assets and property, plant and equipment			(65)		**(65)**			**(65)**
Other operating expenses			(1)		**(1)**			**(1)**
Impairment of loans and advances etc				(97)	**(97)**			**(97)**
Profit/(Loss) on holdings in associates and subsidiaries	12				**12**			**12**
Profit before tax	**3,335**	**127**	**(1,765)**	**(97)**	**1,600**	**39**	**(23)**	**1,616**

The AL Sydbank Group's internal reporting is not based on products and services. Reference is made to notes 2, 3 and 4 for the distribution of net interest income as well as fee income.

Notes

Note 1

Accounting policies
The interim report covers the period from 1 January to 30 June 2026 and is prepared in compliance with IAS 34 “Interim Financial Reporting” as adopted by the EU and in compliance with Danish disclosure requirements for interim reports of listed financial companies. As a result of the use of IAS 34, the presentation is less complete compared with the presentation of an annual report and the recognition and measurement principles are in compliance with IFRS.

The accounting policies are consistent with those adopted in the 2025 Annual Report, to which reference is made.

The 2025 Annual Report provides a comprehensive description of the accounting policies applied.

Accounting estimates and judgements
The measurement of certain assets and liabilities requires that management makes accounting estimates as to how future events will affect the value of such assets, liabilities, income and costs. Actual results may deviate from such estimates.

The significant estimates made by management in the use of the Group’s accounting policies and the inherent considerable uncertainty of such estimates used in the preparation of the interim report are identical to those used in the preparation of the 2025 Annual Report.

Impairment of loans and advances and provisions for guarantees and undrawn credit commitments are made to take into account the expected losses on conclusion as well as any credit impairment after initial recognition. The determination of impairment charges for expected losses is subject to a number of estimates, including which loans and advances or portfolios of loans and advances are subject to credit impairment as well as calculation of expected losses.

Assessing the degree of credit impairment of exposures involves a number of estimates which may be subject to uncertainty.

To a large extent the determination of expected losses at exposure level is based on risk registrations, models and past experience but it also involves a number of estimates of risks and expected developments in the individual exposure, including the future ability to pay and the value of collateral which in particular comprises mortgages on property. During periods of uncertain economic trends or significant demographic or structural changes uncertainty is greater. This is reflected in the need for management adjustments that by their nature are subject to uncertainty.

The Group’s models to calculate impairment of exposures in stages 1 and 2 include expectations as to economic developments. The outlook is based on estimates of the probability of different outcomes of economic growth.

The outlook results in a determination of the probability of the scenarios baseline, upturn and downturn. At 30 June 2026 the probability of the downturn scenario was fixed at 95%, which is unchanged compared with 31 December 2025.

Impairment of exposures in stage 3 and the weak part of stage 2 is based on individual assessments which include expectations of future changes in collateral value etc.

In addition to the calculated impairment charges, management estimates whether there is a need for special impairment charges as regards exposed industries, customer segments or other elements that are estimated as having not yet been reflected in the Bank’s registrations.

At 30 June 2026 the Group maintained its management estimate of DKK 500m to hedge macroeconomic uncertainty where DKK 400m concerns corporate clients, including agricultural clients, and DKK 100m concerns retail clients.

The management estimate regarding macroeconomic uncertainty covers eg potential losses related to global energy supply challenges and a continued protectionist line in the US that could lead to economic recession in both the US and Europe. Such a development would also impact the Danish economy where particularly export businesses would be hit by lower international demand resulting in rising unemployment and general restraint in consumer spending which would feed through to the rest of the economy. Danish pig producers are experiencing settlement prices below production costs. In the beginning of Q3 2026, settlement prices dropped significantly to an all-time low which could lead to an increased need for impairment charges in the long run.

Notes

Note 1 – continued

In addition, the calculated fair value of the portfolios acquired in connection with the merger includes a management estimate of DKK 485m. This management estimate is included in the net value of the portfolios acquired. Management estimates represent a total of DKK 985m.

The Group's significant risks and the external elements which may affect the Group are described in greater detail in the 2025 Annual Report.

Notes

	AL Sydbank Group		AL Sydbank A/S	
	H1	H1	H1	H1
DKKm	2026	2025	2026	2025
Note 2				
Interest income calculated using the effective interest method				
Amounts owed by credit institutions and central banks	371	269	355	248
Loans and advances and other amounts owed	3,266	1,812	2,938	1,761
Other interest income	1	(7)	1	(7)
Total	**3,638**	**2,074**	**3,294**	**2,002**
Other interest income				
Reverse transactions with credit institutions and central banks	14	22	14	22
Reverse loans and advances	198	258	198	258
Bonds	542	263	542	263
Total derivatives	112	77	112	77
comprising:				
Foreign exchange contracts	40	42	40	42
Interest rate contracts	73	35	73	35
Total	**866**	**620**	**866**	**620**
Total interest income	**4,504**	**2,694**	**4,160**	**2,622**
Fair value, designated at initial recognition	212	280	212	280
Fair value, held for trading	654	340	654	340
Assets recognised at amortised cost	3,638	2,074	3,294	2,002
Total	**4,504**	**2,694**	**4,160**	**2,622**

The Group's cash resources primarily comprise Danish mortgage bonds. The interest rate risk concerning these positions is reduced via derivatives. As a result the Group's external income statement is affected in terms of interest income and the market value adjustment of bonds and derivatives. The same applies to the Group's position-taking as regards bonds as well as shares. The breakdown by income statement item does not disclose income independently and consequently these items must be regarded as one as they are in "Segment Reporting" as well as in the Group's financial review, which also takes funding of the positions into account.

Notes

DKKm	AL Sydbank Group H1 2026	AL Sydbank Group H1 2025	AL Sydbank A/S H1 2026	AL Sydbank A/S H1 2025
Note 3				
Interest expense				
Repo transactions with credit institutions and central banks	18	21	18	21
Amounts owed to credit institutions and central banks	236	36	40	36
Repo deposits	7	15	7	15
Deposits and other debt	459	560	453	549
Bonds issued	425	184	425	184
Subordinated capital	55	55	52	51
Other interest expense	6	2	5	2
Total	**1,206**	**873**	**1,000**	**858**
Fair value, designated at initial recognition	25	36	25	36
Liabilities recognised at amortised cost	1,181	837	975	822
Total	**1,206**	**873**	**1,000**	**858**

DKKm	AL Sydbank Group H1 2026	AL Sydbank Group H1 2025	AL Sydbank A/S H1 2026	AL Sydbank A/S H1 2025
Note 4				
Fee and commission income				
Securities trading and custody accounts	563	446	563	352
Advisory fee, asset management	318	254	318	254
Payment services	380	216	380	207
Loan fees	320	104	307	104
Guarantee commission	143	79	143	79
Income concerning funded mortgage-like loans	34	39	34	39
Other fees and commission	647	302	508	300
Total fee and commission income	2,405	1,440	2,253	1,335
Fee expense, asset management	2	3	2	3
Other fee and commission expense	326	184	281	153
Total fee and commission expense	328	187	283	156
Net fee and commission income	**2,077**	**1,253**	**1,970**	**1,179**

Except for guarantee commission recognised according to IFRS 9, fee and commission income is recognised according to IFRS 15. The set-off of loss concerning distributed mortgage loans represented DKK 6m in 1H 2026 (H1 2025: DKK 5m) and has been deducted from commission received which is included under other fees and commission.

Notes

	AL Sydbank Group		AL Sydbank A/S	
	H1	H1	H1	H1
DKKm	2026	2025	2026	2025
Note 5				
Market value adjustments				
Other loans and advances and amounts owed at fair value	67	16	67	16
Bonds	136	127	136	127
Shares etc	16	29	9	116
Foreign exchange	194	151	193	151
Derivatives	90	(29)	90	(29)
Assets related to pooled plans	109	(259)	109	(259)
Deposits in pooled plans	(109)	259	(109)	259
Other assets/liabilities	13	0	13	0
Total	**516**	**294**	**508**	**381**
Note 6				
Staff costs and administrative expenses				
Salaries and remuneration:				
Group Executive Management	30	11	30	11
Board of Directors	7	4	7	4
Shareholders’ Committee	1	2	1	2
Total	38	17	38	17
Staff costs:				
Wages and salaries	1,632	813	1,540	765
Pensions	186	86	176	81
Social security contributions	12	5	11	4
Payroll tax	228	116	215	108
Total	2,058	1,020	1,942	958
Other administrative expenses:				
IT	1,089	454	1,018	434
Rent etc	189	41	185	40
Marketing and entertainment expenses	78	48	77	36
Other costs	108	145	95	144
Total	1,464	688	1,375	654
Total	**3,560**	**1,725**	**3,355**	**1,629**
Note 7				
Staff				
Average number of staff (full-time equivalent)(FTE)	4,048	2,161	3,828	2,022

Notes

DKKm	AL Sydbank Group H1 2026	AL Sydbank Group H1 2025	AL Sydbank A/S H1 2026	AL Sydbank A/S H1 2025
Note 8				
Other operating expenses				
Integration costs in connection with merger*	32	0	32	0
Losses from the sale of plant and equipment	17	0	8	0
Depositors' guarantee scheme etc	5	1	5	1
Total	**54**	**1**	**45**	**1**

* Consists primarily of exit fee to BEC Financial Technologies.

DKKm	AL Sydbank Group H1 2026	AL Sydbank Group H1 2025	AL Sydbank A/S H1 2026	AL Sydbank A/S H1 2025
Note 9				
Impairment of loans and advances recognised in the income statement				
Impairment and provisions	103	113	127	115
Write-offs	100	5	98	4
Recovered from debt previously written off	52	21	51	21
Impairment of loans and advances etc	**151**	**97**	**174**	**98**
Impairment and provisions at end of period (allowance account)				
Stage 1	295	129	275	123
Stage 2	419	438	417	435
Stage 3	1,340	1,212	1,864	1,562
Management estimates	505	506	500	500
Impairment and provisions at end of period	**2,559**	**2,285**	**3,056**	**2,620**
Impairment and provisions				
Impairment and provisions at 1 Jan	2,466	2,188	2,959	2,498
New impairment charges and provisions during the period, net	121	111	125	136
Impairment charges previously recorded, now finally written off	28	14	28	14
Impairment and provisions at end of period	**2,559**	**2,285**	**3,056**	**2,620**
Impairment of loans and advances	2,257	2,097	2,757	2,432
Provisions for undrawn credit commitments	155	53	152	53
Provisions for guarantees	147	135	147	135
Impairment and provisions at end of period	**2,559**	**2,285**	**3,056**	**2,620**

Loans and advances recognised as a loss for the period constitute DKK 128m. As regards loans and advances recognised as a loss for the period, a legal claim of DKK 42m has been upheld. As regards loans and advances recognised as a loss, a legal claim of DKK 62m has been upheld at year-end 2025.

Notes

AL Sydbank Group								
	Loans/advances and guarantees		Impairment and provisions		Impairment charges for loans/advances etc for the period		Losses for the period	
DKKm	30 Jun 2026	31 Dec 2025	30 Jun 2026	31 Dec 2025	H1 2026	H1 2025	H1 2026	H1 2025
Note 9 – continued								
Loans and advances and guarantees as well as impairment of loans and advances etc by industry								
Building and construction	5,165	4,558	156	140	49	49	32	0
Energy supply	7,126	6,393	307	282	25	1	0	0
Real estate	16,290	18,024	137	121	24	(2)	5	0
Finance and insurance	13,606	14,196	156	172	40	20	58	0
Trade	20,708	19,525	520	478	28	(36)	3	5
Hotels and restaurants	678	729	39	35	2	(1)	0	0
Manufacturing and extraction of raw materials	12,289	11,662	399	411	5	41	2	2
Information and communication	625	533	13	10	3	6	0	2
Agriculture, hunting, forestry and fisheries	7,133	6,674	183	166	16	47	4	1
Transportation	2,981	3,302	62	43	22	(2)	0	0
Other industries	16,720	17,167	201	239	(47)	(2)	3	2
Total corporate	**103,321**	**102,763**	**2,173**	**2,097**	**167**	**121**	**107**	**12**
Public authorities	176	54	0	1	0	0	0	0
Retail	69,206	65,712	386	368	(16)	(24)	21	7
Total	**172,703**	**168,529**	**2,559**	**2,466**	**151**	**97**	**128**	**19**
Building and construction								
Building and construction, special	2,987	2,854	145	131	47	56	32	0
Construction of buildings	1,431	1,123	7	7	2	(9)	0	0
Other building and construction	747	581	4	2	0	2	0	0
Total	**5,165**	**4,558**	**156**	**140**	**49**	**49**	**32**	**0**
Real estate								
Non-profit housing associations	7,798	8,588	9	4	5	0	0	0
Leasing of commercial property	4,887	5,426	61	62	7	2	5	0
Leasing of residential property	1,144	1,240	4	5	(2)	(2)	0	0
Completion of building projects	549	578	25	31	(5)	2	0	0
Other related to real estate	1,912	2,192	38	19	19	(4)	0	0
Total	**16,290**	**18,024**	**137**	**121**	**24**	**(2)**	**5**	**0**
Finance and insurance								
Holding companies	8,181	8,592	101	118	39	11	58	0
Financing companies	5,425	5,604	55	54	1	9	0	0
Total	**13,606**	**14,196**	**156**	**172**	**40**	**20**	**58**	**0**

Notes

DKKm	Loans/advances and guarantees 30 Jun 2026	Loans/advances and guarantees 31 Dec 2025	Impairment and provisions 30 Jun 2026	Impairment and provisions 31 Dec 2025	Impairment charges for loans/advances etc for the period H1 2026	Impairment charges for loans/advances etc for the period H1 2025	Losses for the period H1 2026	Losses for the period H1 2025
								AL Sydbank Group
Note 9 – continued								
Loans and advances and guarantees as well as impairment of loans and advances etc by industry								
Trade								
Retail	1,921	2,122	83	91	(9)	10	1	5
Trade, passenger cars and motorcycles	3,936	3,807	51	44	9	(1)	0	0
Wholesale, other machinery	1,588	1,598	83	88	(4)	(2)	0	0
Wholesale, food, beverages and tobacco	2,965	2,564	60	53	4	(32)	0	0
Wholesale, household durables	4,854	4,358	143	124	12	(4)	2	0
Wholesale, agricultural raw materials and live animals	1,451	1,491	12	14	(2)	(16)	0	0
Other specialised wholesale	2,455	2,167	58	43	14	12	0	0
Other trade	1,538	1,418	30	21	4	(3)	0	0
Total	**20,708**	**19,525**	**520**	**478**	**28**	**(36)**	**3**	**5**
Manufacturing and extraction of raw materials								
Extraction of raw materials	609	571	3	4	(1)	3	0	0
Manufacture of textiles and clothing	1,581	1,486	15	12	4	3	0	0
Manufacture and repair of machinery and equipment	1,289	1,475	23	25	(1)	(1)	0	0
Manufacture of food products	3,142	2,796	47	32	15	(12)	1	0
Manufacture of fabricated metal products, excl machinery and equipment	1,107	1,050	117	126	(12)	41	0	2
Other manufacturing	4,561	4,284	194	212	0	7	1	0
Total	**12,289**	**11,662**	**399**	**411**	**5**	**41**	**2**	**2**
Agriculture, hunting, forestry and fisheries								
Pig farming	1,330	1,149	18	18	0	2	0	0
Cattle farming	1,616	1,673	76	77	(3)	40	0	0
Crop production	1,720	1,587	14	19	(6)	(12)	0	0
Other agriculture	2,467	2,265	75	52	25	17	4	1
Total	**7,133**	**6,674**	**183**	**166**	**16**	**47**	**4**	**1**
Transportation								
Land transport	1,210	939	15	11	7	(5)	0	0
Water transport	577	358	0	0	0	0	0	0
Air transport	149	157	2	3	(1)	1	0	0
Other transportation	1,045	1,848	45	29	16	2	0	0
Total	**2,981**	**3,302**	**62**	**43**	**22**	**(2)**	**0**	**0**
Other industries								
Rental and leasing activities	7,119	7,274	55	74	(18)	11	2	0
Activities of head offices	2,708	2,690	8	13	(5)	(1)	0	0
Liberal professions	1,942	1,975	51	55	(5)	1	0	1
Other industries	4,951	5,228	87	97	(19)	(13)	1	1
Total	**16,720**	**17,167**	**201**	**239**	**(47)**	**(2)**	**3**	**2**

Notes

DKKm	AL Sydbank Group H1 2026	AL Sydbank Group H1 2025	AL Sydbank A/S H1 2026	AL Sydbank A/S H1 2025
Note 10				
Profit/(Loss) on holdings in associates and subsidiaries				
Profit/(Loss) on holdings in associates etc	62	12	62	12
Profit/(Loss) on holdings in subsidiaries etc	-	-	75	17
Total	**62**	**12**	**137**	**29**
Note 11				
Effective tax rate				
Current tax rate of AL Sydbank	22.0	22.0	22.0	22.0
Special tax applying to financial undertakings	4.0	4.0	4.0	4.0
Permanent differences	(2.0)	(1.2)	(2.0)	(1.4)
Adjustment of prior year tax charges	0.0	0.2	0.0	0.2
Effective tax rate	**24.0**	**25.0**	**24.0**	**24.8**

DKKm	AL Sydbank Group 30 Jun 2026	AL Sydbank Group 31 Dec 2025	AL Sydbank A/S 30 Jun 2026	AL Sydbank A/S 31 Dec 2025
Note 12				
Amounts owed by credit institutions and central banks				
Amounts owed at notice by central banks	13,591	11,023	13,591	11,023
Amounts owed by credit institutions	2,267	3,096	2,165	3,054
Total	**15,858**	**14,119**	**15,756**	**14,077**
Of which reverse transactions	1,069	1,282	1,069	1,282

Notes

DKKm	Stage 1	Stage 2	Stage 3	Credit impaired at initial recognition	30 Jun 2026 Total	31 Dec 2025 Total
						AL Sydbank Group
Note 13						
Loans and advances, guarantees and allowance account by stage						
Loans and advances before impairment charges	132,044	10,047	2,463	1,398	145,952	142,390
Guarantees	25,657	748	346		26,751	26,139
Total loans and advances and guarantees	**157,701**	**10,795**	**2,809**	**1,398**	**172,703**	**168,529**
%	91,3	6,3	1,6	0,8	100,0	100,0
Impairment of loans and advances	504	539	1,214		2,257	2,122
Provisions for undrawn credit commitments	52	27	76		155	150
Provisions for guarantees	11	22	114		147	194
Total allowance account	**567**	**588**	**1,404**	**-**	**2,559**	**2,466**
Allowance account at 1 Jan	626	584	1,256		2,466	2,188
New impairment charges and provisions during the period, net	(59)	4	176		121	351
Impairment charges previously recorded, now finally written off			28		28	73
Total allowance account at end of period	**567**	**588**	**1,404**	**-**	**2,559**	**2,466**
Impairment charges as % of loans and advances	0.4	5.4	49.3		1.5	1.5
Provisions as % of guarantees	0.0	2.9	32.9		0.5	0.7
Allowance account as % of loans and advances and guarantees	0.4	5.4	50.0		1.5	1.5
Loans and advances before impairment charges	132,044	10,047	2,463	1,398	145,952	142,390
Impairment of loans and advances	504	539	1,214		2,257	2,122
Loans and advances after impairment charges	**131,540**	**9,508**	**1,249**	**1,398**	**143,695**	**140,268**
%	91.5	6.6	0.9	1.0	100.0	100.0

Notes

DKKm	Stage 1	Stage 2	Stage 3	Credit impaired at initial recognition	AL Sydbank Group 30 Jun 2026 Total	31 Dec 2025 Total
Note 13 – continued						
Loans and advances before impairment charges						
Rating category						
1	18,812	13			18,825	17,931
2	26,200				26,200	22,468
3	11,427	26			11,453	11,771
4	12,545	1,132			13,677	16,255
5	5,639	2,046			7,685	7,793
6	1,101	1,928			3,029	2,703
7	271	1,950			2,221	2,122
8	19	239			258	322
9		986			986	943
Default			2,383		2,383	1,608
NR/STD	56,030	1,727	80	1,398	59,235	58,474
Total	**132,044**	**10,047**	**2,463**	**1,398**	**145,952**	**142,390**
Impairment of loans and advances						
Rating category						
1	9				9	3
2	15				15	16
3	80				80	81
4	86	11			97	112
5	84	34			118	117
6	64	51			115	110
7	19	80			99	101
8	1	28			29	36
9		311			311	286
Default			1,166		1,166	1,051
NR/STD	146	24	48		218	209
Total	**504**	**539**	**1,214**	**-**	**2,257**	**2,122**
Loans and advances after impairment charges						
Rating category						
1	18,803	13			18,816	17,928
2	26,185	0			26,185	22,452
3	11,347	26			11,373	11,690
4	12,459	1,121			13,580	16,143
5	5,555	2,012			7,567	7,676
6	1,037	1,877			2,914	2,593
7	252	1,870			2,122	2,021
8	18	211			229	286
9		675			675	657
Default			1,217		1,217	557
NR/STD	55,884	1,703	32	1,398	59,017	58,265
Total	**131,540**	**9,508**	**1,249**	**1,398**	**143,695**	**140,268**

Notes

DKKm	Stage 1	Stage 2	Stage 3	Credit impaired at initial recognition	30 Jun 2026 Total	31 Dec 2025 Total
						AL Sydbank Group
Note 13 – continued						
Loans and advances before impairment charges						
1 Jan	**129,999**	**8,990**	**1,608**	**1,793**	**142,390**	**84,551**
Transfers between stages						
Additions concerning portfolio acquired					-	56,461
Transfers to stage 1	1,998	(1,980)	(18)		-	-
Transfers to stage 2	(2,274)	2,367	(93)		-	-
Transfers to stage 3	(183)	(526)	709		-	-
New exposures	10,917	263	584		11,764	19,471
Final repayments	(10,056)	951	(24)		(9,129)	(15,353)
Changes in balances	1,643	(18)	(175)	(395)	1,055	(2,639)
Write-offs			(128)		(128)	(101)
End of period	**132,044**	**10,047**	**2,463**	**1,398**	**145,952**	**142,390**
Impairment of loans and advances						
1 Jan	**536**	**535**	**1,051**		**2,122**	**2,017**
Transfers between stages						
Additions concerning portfolio acquired					-	161
Transfers to stage 1	49	(49)	0		-	-
Transfers to stage 2	(31)	51	(20)		-	-
Transfers to stage 3	(2)	(77)	79		-	-
New exposures	52	16	17		85	209
Final repayments	(86)	(48)	(69)		(203)	(356)
Changes in balances	(14)	111	184		281	164
Write-offs			(28)		(28)	(73)
End of period	**504**	**539**	**1,214**	**-**	**2,257**	**2,122**
Loans and advances after impairment charges						
1 Jan	**129,463**	**8,455**	**557**	**1,793**	**140,268**	**82,534**
Transfers between stages						
Additions concerning portfolio acquired					-	56,300
Transfers to stage 1	1,949	(1,931)	(18)		-	-
Transfers to stage 2	(2,243)	2,316	(73)		-	-
Transfers to stage 3	(181)	(449)	630		-	-
New exposures	10,865	247	567		11,679	19,262
Final repayments	(9,970)	999	45		(8,926)	(14,997)
Changes in balances	1,657	(129)	(359)	(395)	774	(2,803)
Write-offs			(100)		(100)	(28)
End of period	**131,540**	**9,508**	**61,249**	**1,398**	**143,695**	**140,268**

Notes

DKKm	AL Sydbank Group 30 Jun 2026	AL Sydbank Group 31 Dec 2025	AL Sydbank A/S 30 Jun 2026	AL Sydbank A/S 31 Dec 2025
Note 14				
Intangible assets				
Goodwill	7,859	7,859	7,859	7,859
Customer relationships	1,214	1,265	1,118	1,163
Software etc	4	3	-	-
Total	**9,077**	**9,127**	**8,977**	**9,022**
Note 15				
Other assets				
Positive market value of derivatives etc	3,223	3,159	3,223	3,159
Sundry debtors	2,195	1,403	1,648	839
Interest and commission receivable	520	605	520	605
Cash collateral provided, CSA agreements	675	630	675	630
Other assets	549	725	542	625
Total	**7,162**	**6,522**	**6,608**	**5,858**
Note 16				
Amounts owed to credit institutions and central banks				
Amounts owed to central banks	40	166	40	166
Amounts owed to credit institutions	7,127	5,602	7,076	5,442
Total	**7,167**	**5,768**	**7,116**	**5,608**
Of which repo transactions	1,913	1,789	1,913	1,789
Note 17				
Deposits and other debt				
On demand	186,276	178,813	183,141	175,987
At notice	1,321	867	1,321	867
Time deposits	24,957	22,523	24,957	22,523
Special categories of deposits	6,815	7,142	6,815	6,972
Total	**219,369**	**209,345**	**216,234**	**206,349**
Of which repo transactions	1,307	1,152	1,307	1,152
Note 18				
Other liabilities				
Negative market value of derivatives etc	2,787	2,686	2,787	2,686
Sundry creditors	9,232	9,377	8,791	8,761
Negative portfolio, reverse transactions	2,734	1,599	2,734	1,599
Interest and commission etc	575	403	572	402
Cash collateral received, CSA agreements	798	604	798	604
Total	**16,126**	**14,669**	**15,682**	**14,052**

Notes

	AL Sydbank Group		AL Sydbank A/S	
DKKm	30 Jun 2026	31 Dec 2025	30 Jun 2026	31 Dec 2025
Note 19				
Provisions				
Provisions for pensions and similar obligations	14	16	14	15
Provisions for deferred tax	729	736	672	678
Provisions for guarantees	147	194	147	194
Other provisions	309	253	306	250
Total	**1,199**	**1,199**	**1,139**	**1,137**

Notes

DKKm						AL Sydbank Group		AL Sydbank A/S	
Foreign exchange	Nominal (m)	Interest type	Interest rate	Call option	Maturity	30 Jun 2026	31 Dec 2025	30 Jun 2026	31 Dec 2025
Note 20									
Bonds issued at amortised cost									
EUR	500	Fixed rate to call date	5.13	6 Sep 2027	1 Sep 2028	3,734	3,731	3,734	3,731
EUR	500	Fixed rate to call date	4.13	30 Sep 2026	1 Sep 2027	3,736	3,732	3,736	3,732
EUR	500	Fixed rate to call date	3.00	11 Dec 2028	11 Dec 2029	3,731	3,727	3,731	3,727
EUR	20	3M EURIBOR + 2.25%	4.42	26 Apr 2027	26 Apr 2028	149	149	149	149
EUR	500	Fixed rate to call date	3.63	5 Mar 2029	5 Mar 2030	3,786	3,741	3,786	3,741
SEK	800	3M STIBOR + 1.65%	3.66	20 Sep 2027	20 Sep 2028	547	563	547	563
DKK	1,000	3M CIBOR + 1.60%	3.89	22 Sep 2027	22 Sep 2028	1,014	1,070	1,014	1,070
EUR	300	Fixed rate to call date	4.88	14 Mar 2028	14 Mar 2029	2,300	2,326	2,300	2,326
DKK	700	3M CIBOR + 1.40%	3.67	17 Sep 2027	17 Sep 2028	709	712	709	712
DKK	1,000	3M CIBOR + 2.00%	4.28	16 Sep 2026	16 Sep 2027	1,000	999	1,000	999
SEK	250	Fixed rate to call date	6.00	9 Feb 2026	9 Feb 2027	-	172	-	172
SEK	800	3M STIBOR + 3.10%	5.03	9 Feb 2026	9 Feb 2027	-	552	-	552
EUR	500	Fixed rate to call date	3.63	29 May 2030	29 May 2031	3,729	-	3,729	-
SEK	250	Fixed rate to call date	3.26	1 Jun 2029	1 Jun 2030	168	-	168	-
SEK	350	3M STIBOR + 0.75%	2.75	1 Jun 2029	1 Jun 2030	235	-	235	-
NOK	300	Fixed rate to call date	5.47	2 Jun 2031	2 Jun 2032	198	-	198	-
NOK	700	3-3M NIBOR + 0.93%	5.49	2 Jun 2031	2 Jun 2032	461	-	461	-
Total						**25,497**	**21,474**	**25,497**	**21,474**
Subordinated capital									
EUR	75	10Y Mid-Swap + 0.2%	3.32	24 Nov 2014	Perpetual	561	560	561	560
SEK	550	3M STIBOR + 3.00%	5.10	25 Apr 2029	25 Apr 2034	370	379	370	379
NOK	650	3M NIBOR + 3.05%	7.51	24 Apr 2029	25 Apr 2034	429	409	429	409
EUR	100	3M EURIBOR + 2.10%	4.41	6 Sep 2030	6 Sep 2035	745	745	745	745
DKK	125	6M CIBOR + 2.30%	4.51	28 Aug 2029	28 Aug 2034	128	128	128	128
DKK	900	6M CIBOR + 3.50%	5.70	21 May 2026	21 May 2031	-	907	-	907
DKK	250	6M CIBOR + 3.60%	7.02	26 Jun 2028	26 Jun 2033	258	262	258	262
NOK	250	3-3M NIBOR + 1.40%	5.86	29 Apr 2031	29 Jul 2036	164	-	164	-
SEK	1,250	3M STIBOR + 1.40%	3.49	29 Apr 2031	29 Jul 2036	838	-	838	-
DKK	25	6M CIBOR + 4.00%	6.42	23 Sep 2026	23 Sep 2031	25	25	-	-
DKK	50	6M CIBOR + 4.25%	6.47	22 Jun 2027	22 Jun 2032	50	50	-	-
Total						**3,568**	**3,465**	**3,493**	**3,390**
AT1 capital									
NOK	250	3M NIBOR + 3.35%	7.90	21 May 2030	Perpetual	167	159	167	159
SEK	1,000	3M STIBOR + 3.30%	5.30	21 May 2030	Perpetual	677	694	677	694
DKK	50	Fixed rate to call date	9.57	26 Jun 2028	Perpetual	53	56	53	56
DKK	380	6M CIBOR + 4.35%	6.55	16 Aug 2027	Perpetual	393	394	393	394
DKK	429	Fixed rate to call date	3.97	24 Apr 2029	Perpetual	432	441	432	441
DKK	46	Fixed rate to call date	5.25	25 Jan 2026	Perpetual	-	48	-	48
DKK	50	Fixed rate to call date	4.75	12 Mar 2026	Perpetual	-	52	-	52
Total						**1,722**	**1,845**	**1,722**	**1,845**

Notes

DKKm	AL Sydbank Group 30 Jun 2026	AL Sydbank Group 31 Dec 2025	AL Sydbank A/S 30 Jun 2026	AL Sydbank A/S 31 Dec 2025
Note 21				
Contingent liabilities and other obligating agreements				
Contingent liabilities				
Financial guarantees	15,685	14,434	15,703	14,397
Mortgage finance guarantees*	3,301	3,381	3,295	3,381
Funded mortgage-like loan guarantees*	335	397	335	397
Registration and remortgaging guarantees*	4,888	5,385	4,848	5,341
Other contingent liabilities	2,542	2,542	2,532	2,584
Total	**26,751**	**26,139**	**26,713**	**26,100**
* Subject to IFRS 9.				
Other obligating agreements				
Irrevocable credit commitments	2,542	3,414	1,914	2,720
Other liabilities *	6	128	137	158
Total	**2,548**	**3,542**	**2,051**	**2,878**
* Of which intra-group liabilities in relation to rented premises	-	-	27	30

Totalkredit loans distributed by AL Sydbank are comprised by an agreed right of set-off against future current commission which Totalkredit may invoke in the event of losses on the loans distributed. AL Sydbank does not expect that this set-off will have a significant impact on AL Sydbank's financial position.

As a result of the Bank's membership of Bankdata, the Bank is obligated to pay an exit charge in the event of exit.

The Group is party to legal actions. These legal actions are under continuous review and the necessary provisions made are based on an assessment of the risk of loss. Pending legal actions are not expected to have any significant impact on the financial position of the Group.

AL Sydbank is jointly taxed with its Danish consolidated entities. The AL Sydbank Group has not opted for international joint taxation. AL Sydbank A/S has been appointed the management company of the joint taxation entity. Being the management company AL Sydbank has unlimited and joint and several liability with its subsidiaries as regards the joint taxation concerning Danish corporation tax.

Note 22

Collateral

At 30 June 2026 the Group had deposited as collateral securities and cash at a value of DKK 167m with Danish and foreign exchanges and clearing centres etc in connection with margin calls and securities settlements etc. In addition the Group has provided cash collateral in connection with CSA agreements of DKK 592m and deposited as collateral securities at a value of DKK 0m in connection with GMRA agreements.

In connection with repo transactions, which involve selling securities to be repurchased at a later date, the securities remain on the balance sheet and consideration received is recognised as a debt. Repo transaction securities are treated as assets provided as collateral for liabilities. Counterparties are entitled to sell the securities or deposit them as collateral for other loans.

In connection with reverse transactions, which involve purchasing securities to be resold at a later date, the Group is entitled to sell the securities or deposit them as collateral for other loans. The securities are not recognised in the balance sheet and consideration paid is recognised as a receivable.

Assets received as collateral in connection with reverse transactions may be sold to a third party. In such cases a negative portfolio may arise as a result of the accounting rules. This is recognised under "Other liabilities".

Assets sold as part of repo transactions				
Bonds at fair value	3,199	2,923	3,199	2,923
Assets purchased as part of reverse transactions				
Bonds at fair value	24,149	23,260	24,149	23,260

Notes

DKKm	AL Sydbank Group H1 2026	AL Sydbank Group H1 2025	Index 26/25	AL Sydbank A/S 31 Dec 2025

Note 23

Related parties

AL Sydbank is the bank of a number of related parties. Transactions with related parties are settled on an arm's length basis.

No unusual transactions took place with related parties in H1 2026. Reference is made to the Group's 2025 Annual Report for a more detailed description of related party transactions.

Note 24

Reporting events occurring after the balance sheet date

No matters of significant impact on the financial position of the AL Sydbank Group have occurred after the expiry of H1.

Note 25

Large shareholders

Fagligt Fælles Forbund owns, through direct holdings, over 10% of the total share capital and the voting rights of AL Sydbank A/S. Dansk Metalarbejderforbund owns, through direct holdings, over 5% of the total share capital and the voting rights of AL Sydbank A/S.

Note 26

Core income	H1 2026	H1 2025	Index 26/25	31 Dec 2025
Net interest etc	3,413	1,849	185	3,932
Mortgage credit*	632	301	210	661
Payment services	231	135	171	308
Remortgaging and loan fees	148	91	163	191
Commission and brokerage	367	267	137	526
Commission etc investment funds and pooled pension plans	367	173	212	410
Asset management	326	250	130	523
Custody account fees	75	54	139	117
Other operating income	362	215	168	506
Total	**5,921**	**3,335**	**178**	**7,174**

* Mortgage credit	H1 2026	H1 2025	Index 26/25	31 Dec 2025
Totalkredit cooperation	553	252	219	552
Totalkredit, set-off of loss	6	5	120	9
Totalkredit cooperation, net	547	247	221	543
DLR Kredit	85	53	160	117
Other mortgage credit income	0	1	-	1
Total	**632**	**301**	**210**	**661**

Notes

DKKm	FVPL	Fair value option	FVOCI	AL Sydbank Group 30 Jun 2026 Total fair value	Amortised cost
Note 27					
Fair value disclosure					
Financial instruments are included in the balance sheet either at fair value or at cost. The table below breaks down financial instruments by valuation technique.					
Financial assets					
Cash and balances on demand at central banks				-	32,053
Amounts owed by credit institutions and central banks	1,069			1,069	14,789
Loans and advances at fair value	22,746			22,746	-
Loans and advances at amortised cost				-	143,695
Bonds at fair value	15,130	52,162		67,292	-
Shares etc	581	3,717	589	4,887	-
Assets related to pooled plans		51,400		51,400	-
Land and buildings			3,278	3,278	-
Other assets	3,327	287		3,614	3,548
Total	**42,853**	**107,566**	**3,867**	**154,286**	**194,085**
Undrawn credit commitments				-	84,960
Maximum credit risk, collateral not considered	**42,853**	**107,566**	**3,867**	**154,286**	**279,045**
Financial liabilities					
Amounts owed to credit institutions and central banks	1,913			1,913	5,254
Deposits and other debt	1,307			1,307	218,062
Deposits in pooled plans		51,400		51,400	-
Bonds issued at amortised cost				-	25,497
Other liabilities	5,521			5,521	10,605
Subordinated capital				-	3,568
Total	**8,741**	**51,400**	**-**	**60,141**	**262,986**

Notes

DKKm	FVPL	Fair value option	FVOCI	AL Sydbank Group 31 Dec 2025 Total fair value	Amortised cost
Note 27 – continued					
Financial assets					
Cash and balances on demand at central banks				-	19,468
Amounts owed by credit institutions and central banks	1,282			1,282	12,837
Loans and advances at fair value	21,648			21,648	-
Loans and advances at amortised cost				-	140,268
Bonds at fair value	15,968	54,479		70,447	-
Shares etc	721	3,714	602	5,037	-
Assets related to pooled plans		48,297		48,297	-
Land and buildings			3,364	3,364	-
Other assets	3,272	371		3,643	2,879
Total	**42,891**	**106,861**	**3,966**	**153,718**	**175,452**
Undrawn credit commitments				-	89,415
Maximum credit risk, collateral not considered	**42,891**	**106,861**	**3,966**	**153,718**	**264,867**
Financial liabilities					
Amounts owed to credit institutions and central banks	1,789			1,789	3,979
Deposits and other debt	1,152			1,152	208,193
Deposits in pooled plans		48,297		48,297	-
Bonds issued at amortised cost				-	21,474
Other liabilities	4,420			4,420	10,249
Subordinated capital				-	3,465
Total	**7,361**	**48,297**	**-**	**55,658**	**247,360**

To take into account changes in credit risk concerning derivatives with positive fair value, an adjustment is made – CVA. CVA is a function of the risk of counterparty default (PD), the expected positive exposure and the loss ratio in the event of default. PD is determined on the basis of the Group's credit models – default probability in 12 months. PD beyond 12 months is adjusted on the basis of market data of exposures with a similar PD level.
At 30 June 2026, CVA constituted DKK 1m compared to DKK 1m at year-end 2025.

Customer margins recognised in connection with derivatives are amortised over the life of the transaction.
At 30 June 2026, client margins not yet recognised as income totalled DKK 14m compared to DKK 14m at year-end 2025.

Financial instruments recognised at fair value

Measurement of financial instruments is based on quoted prices from an active market, on generally accepted valuation models with observable market data or on available data that only to a limited extent is observable market data.

Measurement of financial instruments for which prices are quoted in an active market or which is based on generally accepted valuation models with observable market data is not subject to significant estimates.

As regards financial instruments where measurement is based on available data that only to a limited extent is observable market data, measurement is subject to estimates. Such financial instruments appear from the column unobservable inputs below and include primarily unlisted shares, including shares in DLR Kredit A/S.

The fair value of unlisted shares and other holdings is calculated on the basis of available information on trades etc – including to a very significant extent on shareholders' agreements based on book value. To an insignificant extent fair value is calculated on the basis of expected cash flows.

A 10% change in the calculated market value of financial assets measured on the basis of unobservable inputs will affect profit before tax by DKK 367m (31 December 2025: DKK 371m).

Notes

DKKm	Quoted prices	Observable inputs	Unobservable inputs	AL Sydbank Group Total fair value	Carrying amount
Note 27 – continued					
30 Jun 2026					
Financial assets					
Amounts owed by credit institutions and central banks		1,069		1,069	1,069
Loans and advances at fair value		22,746		22,746	22,746
Bonds at fair value		67,292		67,292	67,292
Shares etc	1,187	34	3,666	4,887	4,887
Assets related to pooled plans	44,184	7,216		51,400	51,400
Land and buildings			3,278	3,278	3,278
Other assets	326	3,288		3,614	3,614
Total	**45,697**	**101,645**	**6,944**	**154,286**	**154,286**
Financial liabilities					
Amounts owed to credit institutions and central banks		1,913		1,913	1,913
Deposits and other debt		1,307		1,307	1,307
Deposits in pooled plans		51,400		51,400	51,400
Other liabilities	302	5,219		5,521	5,521
Total	**302**	**59,839**	**-**	**60,141**	**60,141**
31 Dec 2025					
Financial assets					
Amounts owed by credit institutions and central banks		1,282		1,282	1,282
Loans and advances at fair value		21,648		21,648	21,648
Bonds at fair value		70,447		70,447	70,447
Shares etc	1,287	36	3,714	5,037	5,037
Assets related to pooled plans	41,211	7,086		48,297	48,297
Land and buildings			3,364	3,364	3,364
Other assets	237	3,406		3,643	3,643
Total	**42,735**	**103,905**	**7,078**	**153,718**	**153,718**
Financial liabilities					
Amounts owed to credit institutions and central banks		1,789		1,789	1,789
Deposits and other debt		1,152		1,152	1,152
Deposits in pooled plans		48,297		48,297	48,297
Other liabilities	198	4,222		4,420	4,420
Total	**198**	**55,460**	**-**	**55,658**	**55,658**

DKKm	30 Jun 2026	31 Dec 2025	30 Jun 2025
Assets measured on the basis of unobservable inputs			
Carrying amount at 1 Jan	3,714	2,459	2,459
Additions, merger	-	1,840	-
Additions	13	2	-
Disposals	28	665	44
Market value adjustment	21	78	7
PPA regulation	(49)	-	-
Carrying amount at end of period	**3,671**	**3,714**	**2,422**
Recognised in profit for the period			
Dividend	189	124	105
Market value adjustment	21	78	7
Total	**210**	**202**	**112**

Notes

	AL Sydbank Group		AL Sydbank A/S	
DKKm	30 Jun 2026	31 Dec 2025	30 Jun 2026	31 Dec 2025
Note 28				
Leverage ratio				
Leverage ratio exposures				
Total assets	361,004	341,950	357,170	337,940
Of which pooled assets	(51,400)	(48,297)	(51,400)	(48,297)
Correction derivatives etc	2,473	5,674	3,540	7,404
Guarantees etc	26,751	26,139	26,713	26,100
Undrawn credit commitments etc	4,978	5,092	4,814	4,482
Other adjustments	(10,510)	(9,594)	(11,466)	(11,345)
Total	**333,296**	**320,964**	**329,371**	**316,284**
T1 capital – fully loaded	23,405	23,625	23,099	23,368
Leverage ratio (%) – fully loaded	7.0	7.4	7.0	7.4

Notes

DKKm	AL Sydbank Group 2025

Note 29

Merger

On 27 October 2025 Sydbank (continuing entity), Arbejdernes Landsbank and Vestjysk Bank entered an agreement to complete a merger under the name AL Sydbank. The merger was finalised on 5 December 2025 as a tax-free merger.

The activities acquired are included in the segment reporting of the AL Sydbank Group under Banking. The acquisition cost totalled DKK 21,855m. As consideration for the transfer of assets and equity and liabilities to Sydbank, new shares have been issued as follows:

- The shareholders of Arbejdernes Landsbank A/S have received 33,457,482 shares in AL Sydbank at a ratio of 62.47:1 share. As a result, the former shareholders of Arbejdernes Landsbank represent 39.00% of the total share capital on completion of the merger.
- The minority shareholders of Vestjysk Bank A/S have received 3,300,227 shares in AL Sydbank at a ratio of 100.52:1 share as well as a cash consideration of DKK 1.78 per share, corresponding to DKK 590m. After the merger, this group of shareholders represents 3.85% of AL Sydbank's total share capital.

The share capital represents DKK 879,621,690 at year-end 2025 – an increase of DKK 333,737,490 compared to year-end 2024.

The transaction involves around 500,000 customers, bank loans and advances of DKK 56bn and distributed mortgage loans from Totalkredit of DKK 110bn. Merger-related costs consist primarily of an exit fee to BEC Financial Technologies and costs to advisers.

There is a positive cash flow effect of the merger of DKK 12,485m, mainly concerning cash acquired, deposits held with Danmarks Nationalbank as well as net balances on demand at banks etc less cash payment to the minority shareholders of Vestjysk Bank.

After recognition of identifiable assets, liabilities and contingent liabilities at fair value, goodwill in connection with the acquisition constitutes DKK 7,689m. Goodwill can be related, among other elements, to significant cost and capital synergies. The assets acquired and liabilities assumed can be broken down as follows at the acquisition date:

Statement of fair value — **AL Sydbank Group**

	2025
Assets	
Cash and balances on demand at central banks	14,006
Amounts owed by credit institutions and central banks	310
Loans and advances at amortised cost	54,854
Bonds at fair value	40,656
Shares etc	2,738
Holdings in associates	147
Assets related to pooled plans	19,560
Intangible assets, customer relationships	1,056
Land and buildings	2,113
Other property, plant and equipment	209
Current tax assets	241
Deferred tax assets	60
Assets in temporary possession	10
Other assets	2,617
Prepayments	105
Total assets	**138,682**
Liabilities	
Amounts owed to credit institutions and central banks	722
Deposits and other debt	88,016
Deposits in pooled plans	19,560
Bonds issued at amortised cost	10,276
Current tax liabilities	1
Other liabilities	3,117
Deferred income	74
Provisions	466
AT1 capital – equity	987
Subordinated capital	1,297
Total liabilities	**124,516**
Net assets acquired	14,166
Purchase price	21,855
Goodwill	7,689
Contingent liabilities	
Guarantees	9,847

Notes

Note 29 – continued

Calculation of fair values
In connection with the merger of Sydbank, Arbejdernes Landsbank and Vestjysk Bank, AL Sydbank has determined identifiable assets and liabilities, which are recognised in the pre-acquisition balance sheet, at fair value.

The fair value of loans and advances is based on an assessment of the market value of the portfolio acquired. Before the fair value adjustment, the net value of loans and advances represented DKK 55,632m at the acquisition date. Contractual cash flows not expected to be received of DKK 1,664m have been deducted from this amount. The fair value adjustment of loans and advances totalled DKK 778m. Total loans and advances after fair value adjustment represent DKK 54,854m.

The calculation of intangible assets in connection with the business combination is still provisional and changes can be made within 12 months of the date of acquisition.

The fair value of customer relationships has been determined using the Multi-Period Excess Earnings Method (MEEM). Customer relationships are determined at the present value of the net cash flows generated through sale to customers after deducting a reasonable return on all other assets which contribute to generating the cash flows in question.

Liabilities are valued at the present value of the amounts to be applied to settle the liabilities. The Group's lending rate before tax is used in connection with discounting. Discounting is avoided as regards short-term liabilities when the effect is insignificant.

Credit quality of portfolios acquired
Loans and advances at amortised cost from the portfolios acquired can be broken down into the following credit quality categories at 31 December 2025:

Loans and receivables at amortised cost (DKKbn)	Corporate	Retail	2025 Total
3/2A Normal credit quality	13.4	23.5	36.9
2B Some signs of weakness	8.5	7.4	15.9
2C Significant signs of weakness	1.3	0.2	1.5
1 Customers with evidence of credit impairment	1.2	0.8	2.0
Total	**24.4**	**31.9**	**56.3**

At parent company level, there are loans and advances for DKK 8.5bn to AL Sydbank Finans. The underlying exposures to AL Sydbank Finans' customers are included in the table above. The credit quality category assigned to the loans and advances from AL Sydbank to AL Sydbank Finans is category 2A – Normal credit quality.

Impact of the acquisition on the AL Sydbank Group's income statement
The activities acquired form part of the AL Sydbank Group's net interest and fee income from 5 December 2025 and represent DKK 412m and improve profit for the year by DKK 105m for the period from the acquisition on 5 December 2025 to 31 December 2025 excluding exit costs.

Net interest and fee income and profit for the year for 2025, made up pro forma as if the merger had been completed on 1 January 2025, can be calculated as follows. The pro forma figures are determined on the basis of the actual acquisition cost and the allocation of the purchase price as at the acquisition date. However, depreciation/amortisation, loan costs etc are included in the pro forma figures as of 1 January 2025.

Group (DKKm)	AL Sydbank 2025	Arbejdernes Landsbank Group 11 mths 2025	Pro forma 2025
Core income	7,174	4,440	11,614
Trading income	256	91	347
Total income	**7,430**	**4,531**	**11,961**
Costs, core earnings	3,715	3,109	6,824
Core earnings before impairment	**3,715**	**1,422**	**5,137**
Impairment of loans and advances etc	297	44	341
Core earnings	**3,418**	**1,378**	**4,796**
Investment portfolio earnings	158	202	360
Profit before non-recurring items	**3,576**	**1,580**	**5,156**
Non-recurring items, net	(1,102)	(17)	(1,119)
Profit before tax	**2,474**	**1,563**	**4,037**
Tax	581	347	928
Profit for the year	**1,893**	**1,216**	**3,109**

Notes

Note 30

Group holdings and enterprises

30 Jun 2026	Activity	Share capital (DKKm)	Equity (DKKm)	Profit/(Loss) (DKKm)	Ownership share (%)
				AL Sydbank Group	
AL Sydbank A/S		858			
Consolidated subsidiaries					
Coop Bank A/S, Albertslund	Bank	133	330	(1)	100
Coop Betalinger A/S, Albertslund	Payment services	2	2	0	100
Ejendomsselskabet af 1. juni 1986 A/S, Aabenraa	Real estate	11	33	2	100
Syd Administration A/S, Aabenraa	Invt & admin.	50	51	1	100
Syd Fund Management A/S, Aabenraa	Administration	100	124	24	100
AL Finans A/S, København	Car finance, leasing & factoring	6	316	14	100
Ejendomsselskabet Sluseholmen A/S, København	Owner-occupied property	25	621	10	100
Sluseholmen 7 A/S, København	Investment property	0	462	(2)	100
Held for sale					
Green Team Group A/S, Sønder Omme	Wholesale	101	(86)	(25)	100
Holdings in associates					
Foreningen Bankdata, Fredericia	IT	472	468	1	29
Fynske Bank A/S, Svendborg	Bank	76	1490	100	20
Komplementarselskabet Core Property Management A/S, København	Real estate	1	2	0	20
Core Property P/S, København	Real estate	5	45	(5)	20
PRAS A/S, København	Investment	437	3,650	305	33
BOKIS A/S, København	Payment solutions	1	7	1	26
Thise Udviklingsselskab ApS, Roslev	Real estate	1	0	0	31
&Money ApS, København	IT	0	21	10	25

Financial information according to the companies' most recently published annual reports.

Management Statement

We have reviewed and approved the Interim Report – First Half 2026 of AL Sydbank A/S.

The consolidated interim financial statements are prepared in accordance with the IFRS Accounting Standards as adopted by the EU, and the parent company interim financial statements are prepared in accordance with the legislative requirements, including the Danish Financial Business Act.
Furthermore the consolidated financial statements are prepared in compliance with further requirements of the Danish Financial Business Act.

The Interim Report has not been audited or reviewed. However the Bank's external auditor has conducted a verification of profit for the period, including audit procedures consistent with the requirements as regards a review and has thus verified that the conditions for ongoing recognition of profit for the period in CET1 capital were met.

In our opinion the interim financial statements give a true and fair view of the Group's assets, equity and liabilities and financial position at 30 June 2026 and of the results of the Group's operations and cash flows for the period 1 January – 30 June 2026.

Moreover it is our opinion that the management's review includes a fair review of the developments in the Group's operations and financial position as well as a description of the most significant risks and elements of uncertainty which may affect the Group.

Aabenraa, 26 August 2026

Group Executive Management

Mark Luscombe
CEO

Frank Mortensen
Deputy CEO

Jørn Adam Møller
CFO

Stig Westergaard
CRO

Svend Randers

Peter Hupfeld

Gry Bandholm

Board of Directors

Ellen Trane Nørby
Chair

Claus Jensen
Vice Chair

Søren Holm

Janne Burkard Moltke-Leth

Jon Stefansson

Susanne Schou

Brian Østergaard Roed

Caroline Søeborg Ahlefeldt-Laurvig-Bille

Henning Egon Josefsen Overgaard

Christian Riewe

Karsten Dybvad

Aksel Bjørn Møller

Jarl Oxlund

Carsten Andersen

Nadja Lind Bøgh Karlsen

Jacob Møllgaard

Jesper Pedersen

Pia Wrang

Supplementary Information

Financial calendar

In 2026 and 2027 the Group's preliminary announcement of financial statements will be released as follows:

– Interim Report – Q1-Q3 2026
  5 November 2026

– Announcement of the 2026 financial statements
  3 March 2027

– Annual General Meeting 2027
  18 March 2027

– Interim Report – Q1 2027
  28 April 2027

– Interim Report – First Half 2027
  25 August 2027

– Interim Report – Q1-Q3 2027
  3 November 2027

AL Sydbank contacts

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Relevant links

AL-sydbank.dk
AL-sydbank.com

For further information reference is made to AL Sydbank's 2025 Annual Report at:
Investor Relations