LHV Group

August results

15 September 2026

LHV Group

Strongest month of the year, with net profit exceeding EUR 10m

Financial results, EURt	Aug 26	YTD26	YTD25	FP YTD	Δ YTD FP
Net interest income	23,280	167,889	156,937	161,948	+5,941
Net fee and commission income	4,667	38,813	40,328	45,475	-6,661
Other net income	-698	-1,740	5,096	2,078	-3,818
Total net income	**27,249**	**204,962**	**202,361**	**209,501**	**-4,539**
Total operating expenses	**14,089**	**117,191**	**103,481**	**112,800**	**+4,391**
Earnings before impairment	**13,160**	**87,771**	**98,880**	**96,701**	**-8,930**
Impairment losses	-176	7,485	2,442	10,075	-2,589
Income tax expense	2,589	16,487	18,062	18,218	-1,731
Net profit, incl.	**10,747**	**63,799**	**78,376**	**68,408**	**-4,610**
attr. to shareholders	10,521	63,126	76,673	67,097	-3,971

Business volumes, EURm	Aug 26	YTD26	YTD25	FP YTD	Δ YTD FP
Loan portfolio (net)	5,905	5,905	5,196	5,848	+57
Deposits from customers	7,657	7,657	7,716	8,083	-426
Assets under management	1,853	1,853	1,627	1,822	+31
Fin. intermediaries' payments, thousand pcs	8,325	68,753	53,747	59,485	+9,268
No of customers, thousand	721	721	631	na	na

Key figures	Aug 26	YTD26	YTD25	FP YTD	Δ YTD FP
Cost / income ratio (C/I)	51.7%	57.2%	51.1%	53.8%	+ 3.3 pp
Net interest margin (NIM)	2.8%	2.5%	2.6%	2.4%	+ 0.1 pp
Pre-tax ROE*	20.1%	15.5%	20.3%	16.9%	- 1.4 pp
ROE*	16.2%	12.4%	16.5%	13.1%	- 0.7 pp

- Net profit reached EUR 10.7m, up EUR 2.1m MoM. YTD net profit of EUR 63.8m is EUR 4.6m below the financial plan
- Net interest income increased by EUR 0.4m MoM to EUR 23.3m, supported by loan growth and a stable margin. NIM improved to 2.8% and NII is EUR 5.9m ahead of plan YTD
- Net fee and commission income declined by EUR 0.1m MoM to EUR 4.7m due to lower customer activity, EUR 6.7m below plan YTD
- Operating expenses increased by EUR 0.1m MoM to EUR 14.1m, reflecting holiday-period seasonality. YTD costs remain EUR 4.4m above plan
- Credit quality remained strong, with a net impairment release of EUR 0.2m. YTD impairments are EUR 2.6m below plan
- Loan portfolio grew by EUR 58m MoM to EUR 5.9bn, split evenly between Estonia and the UK
- Deposits remained stable at EUR 7.7bn as a EUR 164m decrease in banking services deposits was offset by regular customer inflows. LHV Group issued also EUR 200m of MREL and EUR 15m of AT1 bonds
- AUM increased by EUR 54m to EUR 1.85bn, slightly ahead of plan

* ROE is based on net profit and equity attributable to the owners of AS LHV Group

LHV Pank
Solid month across income, costs and credit quality

Financial results, EURt	Aug 26	YTD26	YTD25	FP YTD	Δ YTD FP
Net interest income	19,999	143,821	140,359	139,139	+4,682
Net fee and commission income	3,678	30,485	30,567	37,279	-6,794
Net fee sharing	-1,863	-14,481	-17,938	-15,355	+874
Other net income	-1,193	-5,564	1,008	69	-5,633
Total net income	**20,621**	**154,261**	**153,995**	**161,133**	**-6,871**
Total net income w/o intragroup IRS*	**20,805**	**157,934**	**154,001**	**161,133**	**-3,199**
Total operating expenses	**8,528**	**72,882**	**63,172**	**69,705**	**+3,177**
Earnings before impairment	**12,093**	**81,379**	**90,824**	**91,427**	**-10,049**
Earnings before impairments w/o intragroup IRS*	**12,277**	**85,052**	**90,829**	**91,427**	**-6,376**
Impairment losses	-301	6,036	1,460	8,898	-2,861
Income tax expense	2,224	14,090	16,670	15,582	-1,492
Net profit	**10,171**	**61,253**	**72,695**	**66,948**	**-5,695**
Net profit w/o intragroup IRS*	**10,354**	**64,925**	**72,700**	**66,948**	**-2,022**

Business volumes, EURm	Aug 26	YTD26	YTD25	FP YTD	Δ YTD FP
Loan portfolio (net)	4,875	4,875	4,554	4,798	+77
Deposits from customers	6,450	6,450	6,892	6,668	-218
incl. banking services' deposits	1,104	1,104	1,396	1,267	-163
Fin. intermediaries' payments, thousand pcs	8,067	66,810	52,068	57,608	+9,201
No of customers, thousand	514	514	479	na	na

Key figures	Aug 26	YTD26	YTD25	FP YTD	Δ YTD FP
Cost / income ratio (C/I)	41.4%	47.2%	41.0%	43.3%	+ 4.0 pp
Net interest margin (NIM)	2.9%	2.5%	2.5%	2.4%	+ 0.1 pp

- Net profit reached EUR 10.2m, up EUR 3.6m MoM. YTD net profit of EUR 61.3m is EUR 5.7m below plan, or EUR 2.0m excluding the intragroup IRS revaluation
- Net interest income increased by EUR 0.5m MoM, while net fee and commission income remained stable
- Other net income included a EUR 1.1m mark-to-market loss on the liquidity portfolio, EUR 1.2m less than in July. The loss is expected to unwind as positions mature within two years
- Operating expenses decreased slightly to EUR 8.5m. Cost/income ratio improved to 41.4%
- Credit quality remained strong, with a net impairment release of EUR 0.3m, mainly related to minor model-based changes in the credit portfolio
- Loan portfolio increased by EUR 29m MoM, with similar growth in corporate and retail loans
- Deposits increased by EUR 116m MoM. Regular customer deposits grew by EUR 63m and banking services deposits decreased by EUR 155m. The balance includes a temporary EUR 200m LHV Group deposit from the senior bond issue, half of which is earmarked for an upcoming senior bond redemption
- Customer base increased by 3,000 to 514,000, while customers making daily payments remained stable at 237 thousand

* Interest rate swaps

LHV Bank

Business volumes growth continued

Financial results, EURt	Aug 26	YTD26	YTD25	FP YTD	Δ YTD FP
Net interest income	3,607	25,899	15,683	24,465	+1,433
Net fee and commission income	158	1,408	708	1,832	-424
Net fee sharing	1,860	14,450	17,961	15,355	-904
Other net income	-435	-1,036	1,460	0	-1,036
Total net income	**5,191**	**40,721**	**35,812**	**41,652**	**-931**
Total operating expenses	**4,509**	**33,925**	**31,162**	**33,505**	**+420**
Earnings before impairment	**682**	**6,796**	**4,650**	**8,147**	**-1,351**
Impairment losses	125	1,449	983	1,177	+272
Income tax expense	307	1,504	923	1,743	-238
Net profit	**250**	**3,843**	**2,745**	**5,228**	**-1,385**

Business volumes, EURm	Aug 26	YTD26	YTD25	FP YTD	Δ YTD FP
Loan portfolio (net)	1,026	1,026	642	1,050	-24
Deposits from customers	1,456	1,456	1,036	1,454	+3
No of customers, thousand	31	31	30	na	na

Key figures	Aug 26	YTD26	YTD25	FP YTD	Δ YTD FP
Cost / income ratio (C/I)	86.9%	83.3%	87.0%	80.4%	+ 2.9 pp
Net interest margin (NIM)	2.6%	2.5%	2.4%	2.4%	+ 0.2 pp

- Net profit was EUR 0.3m, down EUR 0.7m MoM. YTD net profit of EUR 3.8m is EUR 1.4m below plan, reflecting lower banking services fee income and higher impairment charges
- Net interest income increased slightly MoM, supported by SME lending growth and disciplined management of liquidity and funding costs
- Net fee and commission income declined by EUR 0.1m MoM on lower transaction volumes in banking services
- Operating expenses remained stable and in line with financial plan
- Loan portfolio exceeded EUR 1bn, growing by EUR 28m MoM. Higher-than-planned completions reduced the shortfall to financial plan and the pipeline of outstanding offers stands at EUR 94m
- Deposits increased by EUR 106m MoM, in line with plan, with liquidity and funding costs actively managed

LHV Varahaldus
Profit slightly ahead of financial plan

Financial results, EURt	Aug 26	YTD26	YTD25	FP YTD	Δ YTD FP
Total net income	**851**	**6,494**	**5,971**	**6,427**	**+67**
Total operating expenses	**709**	**5,662**	**4,694**	**5,624**	**+38**
EBIT	**141**	**832**	**1,277**	**803**	**+28**
Net financial income	139	513	471	385	+128
Income tax expense	0	1,128	564	1,128	+0
Net profit	**281**	**217**	**1,184**	**60**	**+156**

Business volumes	Aug 26	YTD26	YTD25	FP YTD	Δ YTD FP
Assets under management, EURm	1,853	1,853	1,627	1,822	+31
Active customers of PII funds, thousand	105	105	109	108	-4

Key figures	Aug 26	YTD26	YTD25	FP YTD	Δ YTD FP
Cost / income ratio (C/I)	71.7%	80.8%	72.9%	82.6%	- 1.7 pp
Funds average return	2.4%	9.2%	7.0%	4.9%	+ 4.3 pp

- Net profit reached EUR 0.3m, up EUR 0.1m MoM. YTD net profit of EUR 0.2m is EUR 0.2m ahead of plan, supported by better-than-expected fund returns
- Operating income and expenses were in line with plan
- All II and III pillar funds generated positive returns in August
- Pension fund Julge returned 2.6%, Ettevõtlik 2.5%, Tasakaalukas 1.0% and Rahulik 0.7%, while LHV Indeks gained 2.7% and remains the best-performing pension fund in Estonia over the first eight months
- AUM increased by EUR 54m MoM, EUR 31m ahead of plan on strong fund returns
- Active II pillar customers increased by 400, with outflows at the lowest level this year. Customer acquisition remains the key challenge

LHV Kindlustus

Return to profit as claims normalised

Financial results, EURt	Aug 26	YTD26	YTD25	FP YTD	Δ YTD FP
Insurance service revenue	3,906	29,470	27,009	29,200	+270
Commissions expense	599	3,068	2,900	3,599	-531
Gross incurred losses	2,516	20,861	17,282	18,910	+1,951
Operating expenses	433	4,286	3,581	4,157	+129
Insurance result without reinsurance	**358**	**1,255**	**3,247**	**2,533**	**-1,279**
Reinsurance result	**122**	**1,244**	**1,118**	**838**	**+407**
Total result from insurance activities	**237**	**11**	**2,129**	**1,696**	**-1,685**
Net other income	25	109	113	135	-26
Net profit	**262**	**120**	**2,242**	**1,831**	**-1,711**

Business volumes, EURt	Aug 26	YTD26	YTD25	FP YTD	Δ YTD FP
Contract premiums written	2,969	33,767	29,186	33,112	+655
No of customers, thousand	244	244	177	236	+9

Key figures	Aug 26	YTD26	YTD25	FP YTD	Δ YTD FP
Net loss ratio	66.5%	74.3%	66.4%	66.7%	+ 7.6 pp
Net expense ratio	27.2%	25.6%	25.0%	28.2%	- 2.6 pp

- Net profit was EUR 0.3m, compared with a EUR 0.3m loss in July. The improvement was driven by growth in net earned premiums and fewer claims
- Net loss ratio improved to 66.5% from 79.0% in July. YTD net loss ratio of 74.3% remains above plan due to elevated claims earlier in the year
- Reported claims decreased by 650 MoM to 11,032 and claims paid decreased by EUR 0.5m to EUR 2.5m
- Sales were in line with plan. Contract premiums written amounted to EUR 3.0m and YTD premiums are EUR 0.7m ahead of plan
- Customer base stood at 244 thousand, with active policies up 2,800 to 333 thousand

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