

Q3 REPORT 2018

Safe Deposit Holding ASA

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Safe
Deposit
Bank
of Norway



Condensed Income Statement

Safe Deposit Holding ASA

NOK		Parent			Notes	Group				
2017	3Q2017	3Q2018	30.09.2017	30.09.2018		30.09.2018	30.09.2017	3Q2018	3Q2017	2017
106 494	24 678	29 301	79 860	85 986	Interest income	184 912	236 548	58 664	76 228	312 495
0	0	0	0	0	Interest expenses	0	12 528	0	1	12 528
106 494	24 678	29 301	79 860	85 986	Net interest income	184 912	224 021	58 664	76 228	299 967
0	0	0	0	0	Commission income	265 287	215 505	97	851	217 694
0	0	0	0	0	Commission expenses	212 868	259 144	49 326	43 946	304 150
0	0	0	0	0	Net fee and commission income/ -expenses and other operating income	52 419	-43 639	-49 229	-43 095	-86 455
0	0	0	0	0	Change in value of financial investments	0	0	0	0	0
106 494	24 678	29 301	79 860	85 986	Total income	237 331	180 382	9 435	33 133	213 512
370 697	123 820	0	123 820	93 336	Employee Remuneration	2 468 431	3 244 311	901 561	1 135 496	4 852 903
434 373	43 286	34 190	306 859	251 131	Other operating expenses	5 828 748	6 389 782	1 770 875	2 177 786	8 513 844
805 070	167 106	34 190	430 679	344 467	Total operating expenses	8 297 178	9 634 092	2 672 436	3 313 282	13 366 747
-698 576	-142 428	-4 888	-350 819	-258 480	Profit before impairment on loans and taxes	-8 059 847	-9 453 710	-2 663 001	-3 280 149	-13 153 236
-698 576	-142 428	-4 888	-350 819	-258 480	Profit before income tax	-8 059 847	-9 453 710	-2 663 001	-3 280 149	-13 153 236
0	0	0	0		Income tax	0	0	0	0	0
-698 576	-142 428	-4 888	-350 819	-258 480	Profit for the period	1,2,4 -8 059 847	-9 453 710	-2 663 001	-3 280 149	-13 153 236

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Other Comprehensive Income

Safe Deposit Holding ASA

NOK	Parent					Group				
	2017	3Q2017	3Q2018	30.09.2017	30.09.2018	30.09.2018	30.09.2017	3Q2018	3Q2017	2017
-698 576	-142 428	-4 888	-350 819	-258 480	Profit for the period	-8 059 847	-9 453 710	-2 663 001	-3 280 149	-13 153 236
					Items that will not be reclassified to profit/loss					
0	0	0	0	0	Total	0	0	0	0	0
					Items that will be reclassified to profit/loss					
0	0	0	0	0	Total	0	0	0	0	0
-698 576	-142 428	-4 888	-350 819	-258 480	Total comprehensive income	-8 059 847	-9 453 710	-2 663 001	-3 280 149	-13 153 236

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Condensed Statement of Financial Position

Safe Deposit Holding ASA

NOK	Parent		Notes	Group			
	31.12.2017	30.09.2017		30.09.2018	30.09.2018	30.09.2017	31.12.2017
			ASSETS				
0	0	0	Cash and balances with central banks	40 985 219	57 406 145	53 106 197	
3 568 534	3 785 185	3 045 346	Loans to and receivables from credit institutions	4 349 520	4 695 066	4 365 101	
7 620 689	7 596 073	7 706 675	Loans to and receivables from group company	0	0	0	
90 100 000	90 100 000	90 100 000	Investment in group company	0	0	0	
0	0	0	Property, plant and equipment	23 333	35 513	32 468	
0	0	0	Intangible assets	4 913 564	2 687 243	2 149 794	
52 339	0	82 500	Other assets	82 500	0	52 339	
101 341 562	101 481 258	100 934 521	Total assets	50 354 135	64 823 967	59 705 899	
			LIABILITIES AND EQUITY				
0	0	0	Deposits from and debts to Clients	326 830	2 535 239	593 416	
238 561	30 500	90 000	Other liabilities	370 819	872 869	1 396 150	
238 561	30 500	90 000	Total liabilities	697 649	3 408 108	1 989 565	
16 933 400	16 933 400	16 933 400	Share capital	16 933 400	16 933 400	16 933 400	
87 077 753	87 077 753	87 077 753	Share premium	87 068 087	87 068 087	87 068 087	
-2 908 152	-2 560 395	-3 166 632	Other equity	-54 345 001	-42 585 628	-46 285 154	
101 103 001	101 450 758	100 844 521	Total equity	49 656 486	61 415 859	57 716 333	
101 341 562	101 481 258	100 934 521	Total liabilities and equity	50 354 135	64 823 967	59 705 899	

Oslo, November 14, 2018

Christian A. Horneman Wist
Chairman

Olga Godinho
Board Member

Monica Amanda Haugan
Board Member

Harry Konterud
Board Member

Daniel Vock
Board Member

Morten Frode Meland
CEO

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Statement of Changes in Equity

Safe Deposit Holding ASA

NOK Parent	Issued equity		Other paid in capital	Other equity	Total equity
	Share capital	Share premium			
Equity as at 1 January 2017	16 933 400	87 077 753	0	-2 209 576	101 801 577
Profit for the period				-698 576	-698 576
Total comprehensive income	0	0	0	-698 576	-698 576
Equity as at 31 December 2017	16 933 400	87 077 753	0	-2 908 152	101 103 001
Equity as at 1 January 2018	16 933 400	87 077 753	0	-2 908 152	101 103 001
Profit for the period				-258 480	-258 480
Total comprehensive income	0	0	0	-258 480	-258 480
Equity as at 30 September 2018	16 933 400	87 077 753	0	-3 166 632	100 844 521

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Statement of Changes in Equity

Safe Deposit Holding ASA

NOK Group	Issued equity		Other paid in capital	Other equity	Total equity
	Share capital	Share premium			
Equity as at 1 January 2017	16 933 400	87 068 087	0	-33 131 919	70 869 569
Profit for the period				-13 153 236	-13 153 236
Total comprehensive income	0	0	0	-13 153 236	-13 153 236
Transfer					0
Equity as at 31 December 2017	16 933 400	87 068 087	0	-46 285 154	57 716 333
Equity as at 1 January 2018	16 933 400	87 068 087	0	-46 285 154	57 716 333
Profit for the period				-8 059 847	-8 059 847
Total comprehensive income	0	0	0	-8 059 847	-8 059 847
Equity as at 30 September 2018	16 933 400	87 068 087	0	-54 345 001	49 656 486



Condensed Statement of Cash Flows

Safe Deposit Holding ASA

NOK	Parent		Notes	Group		
	2017	30.09.2017		30.09.2018	30.09.2018	30.09.2017
-698 576	-350 819	-258 480	Profit before income tax	-8 059 847	-9 453 710	-13 153 236
0	0	0	+ Depreciation and write-downs	1 621 481	1 621 481	2 161 974
-698 576	-350 819	-258 480	Net cash increase from ordinary operations	-6 438 367	-7 832 230	-10 991 262
-101 612	-24 658	-116 147	Decrease/(increase) other receivables	-116 147	55 202	-101 612
23 602	-184 458	-148 561	Increase/(decrease) short term debt	-939 345	-705 843	-78 088
0	0	0	Increase/(decrease) deposits and debt to customers	-266 586	-217 618 394	-219 560 218
-776 586	-559 935	-523 188	A) Net cash flow from operations	-7 760 444	-226 101 265	-230 731 179
0	0	0	Increase in intangible and tangible fixed assets	-4 376 115	0	0
0	0	0	B) Net cash flow from investment	-4 376 115	0	0
0	0	0	Increase/(decrease) in equity	0	0	0
0	0	0	C) Net cash flow from financial activities	0	0	0
-776 586	-559 935	-523 188	A) + B) + C) Net changes in cash and cash equivalents	-12 136 559	-226 101 265	-230 731 179
4 345 120	4 345 120	3 568 534	Cash and cash equivalents at 01.01	57 471 298	288 202 477	288 202 477
3 568 534	3 785 185	3 045 346	Cash and cash equivalents at end of period	45 334 739	62 101 212	57 471 298
-776 586	-559 935	-523 188	Net changes in cash and cash equivalents	-12 136 559	-226 101 265	-230 731 179

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Note 1 – General information

Description of the business

The head office is at Haakon VII's street no 1 in Oslo and includes the parent company Safe Deposit Holding ASA and the subsidiary Safe Deposit Bank of Norway AS.

Safe Deposit Bank of Norway is consolidated with the parent company Safe Deposit Holding and the consolidated financial statements are available at the head office's address in Oslo.

Safe Deposit Bank of Norway started its operations in third quarter 2016.

Note 2 – Accounting policies

The Group prepares and presents its quarterly accounts in compliance with International Financial Reporting Standards (IFRS) approved by EU, including IAS 34, Interim Financial Reporting.

The quarterly accounts do not include all the information required in a complete set of annual financial statements and should be read in conjunction with the annual accounts for 2017. Further, the Bank has in this quarterly report used the same accounting principles and calculation methods as in the latest annual report and accounts. The interim financial statements are unaudited.

Note 3 – Capital adequacy

As of 31 December 2017 the capital conservation buffer requirement is 2.5 percent, the systemic risk requirement is 3 percent and countercyclical buffer has differentiated rates with 2 percent being maintained for exposures in Norway. For exposures in other countries the countercyclical capital buffer rate set by the authorities in the country concerned is used. If the country concerned has not established a rate, the same rate as for exposures in Norway is to be used unless the Ministry of Finance sets another rate. These requirements are additional to the requirement of 4.5 percent CET1 capital, so that the overall minimum requirement on CET1 capital is 12 percent.

The Group's common equity tier 1 capital at 30 September 2018 was NOK 44 742 922,- and risk weighted assets were NOK 7 643 236,-, which gives a CET1 capital ratio of 585,39 %.

Note 4 – Subsequent events

No significant events affecting the Group's accounts have been recorded after the balance sheet date.

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