Q1 Report 2019

Safe Deposit Bank of Norway
"SDBN"

sdbn

Safe
Deposit
Bank
of Norway

Income Statement

NOK	Notes	1Q2019	1Q2018	2018
Interest income (amortised cost)		65 626	63 162	259 304
Interest expenses (amortised cost)		18	27 184	101 251
Net interest income		**65 609**	**35 978**	**158 053**
Commission income		265 026	265 095	265 384
Commission expenses		218 548	16 484	259 978
Net fee and commission income		**46 478**	**248 611**	**5 406**
Change in value of financial investments		**0**	**0**	**0**
Total income		**112 086**	**284 589**	**163 459**
Employee Remuneration		1 080 055	645 778	3 595 990
Other operating expenses		1 762 681	1 775 444	8 160 806
Total operating expenses		**2 842 737**	**2 421 222**	**11 756 797**
Profit before impairment on loans and taxes		**-2 730 650**	**-2 136 633**	**-11 593 338**
Profit before income tax		**-2 730 650**	**-2 136 633**	**-11 593 338**
Income tax		0	0	0
Profit for the period	**1,2,4**	**-2 730 650**	**-2 136 633**	**-11 593 338**

Other Comprehensive Income

NOK	1Q2019	1Q2018	2018
Profit for the period	-2 730 650	-2 136 633	-11 593 338
Items that will not be reclassified to profit/loss			
Total	0	0	0
Items that will be reclassified to profit/loss			
Total	0	0	0
Total comprehensive income	**-2 730 650**	**-2 136 633**	**-11 593 338**

Balance Sheet

NOK	Notes	31.03.2019	31.03.2018	31.12.2018
ASSETS				
Cash and balances with central banks		36 932 754	50 873 754	31 526 936
Loans to and receivables from credit institutions		623 042	1 110 077	9 553 966
Loans to and receivables from group company		0	0	0
Property, plant and equipment		17 243	29 423	20 288
Intangible assets		4 266 712	1 612 346	4 376 115
Other assets		0	0	0
Total assets	**1,2,4**	**41 839 750**	**53 625 599**	**45 477 304**
LIABILITIES AND EQUITY				
Deposits from and debt to Clients		0	327 811	326 558
Debt to group companies		0	7 647 872	0
Other liabilities		450 406	1 073 217	1 030 752
Total liabilities		**450 406**	**9 048 900**	**1 357 310**
Share capital		41 000 000	40 100 000	41 000 000
Share premium		58 090 334	49 990 334	58 090 334
Other equity		-57 700 990	-45 513 635	-54 970 340
Total equity	**3**	**41 389 344**	**44 576 699**	**44 119 994**
Total liabilities and equity	**1,2,4**	**41 839 750**	**53 625 599**	**45 477 304**

Oslo, May 15, 2019

Olga Godinho
Chairman of the Board

Christian A. Horneman Wist
Board Member

Knut Bergo
Board Member

Morten Frode Meland
CEO

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Statement of Changes in Equity

NOK	Issued equity				
	Share capital	Share premium	Other paid in capital	Other equity	Total equity
Equity as at 1 January 2018	**40 100 000**	**49 990 334**	**0**	**-43 377 002**	**46 713 332**
Profit for the period				-11 593 338	-11 593 338
Total comprehensive income	**0**	**0**	**0**	**-11 593 338**	**-11 593 338**
Transfer	900 000	8 100 000			9 000 000
Equity as at 31 December 2018	**41 000 000**	**58 090 334**	**0**	**-54 970 340**	**44 119 994**
Equity as at 1 January 2019	**41 000 000**	**58 090 334**	**0**	**-54 970 340**	**44 119 994**
Profit for the period				-2 730 650	-2 730 650
Total comprehensive income	**0**	**0**	**0**	**-2 730 650**	**-2 730 650**
Equity as at 31 March 2019	**41 000 000**	**58 090 334**	**0**	**-57 700 990**	**41 389 344**

Statement of Cash Flows

NOK	Notes	31.03.19	31.03.18	2018
Profit before income tax		-2 730 650	-2 136 633	-11 593 338
+ Depreciation and write-downs		112 448	540 494	2 161 974
Net cash increase from ordinary operations		**-2 618 202**	**-1 596 139**	**-9 431 364**
Decrease/(increase) other receivables		0	0	0
Increase/(decrease) short term debt		-580 346	-57 188	-126 837
Increase/(decrease) deposits and debt to Clients		-326 558	-265 605	-266 858
A) Net cash flow from operations		**-3 525 106**	**-1 918 933**	**-9 825 058**
Increase in intangible and tangible fixed assets		0	0	-4 376 115
B) Net cash flow from investment		**0**	**0**	**-4 376 115**
Increase/(decrease) in equity - Capital increase		0	0	9 000 000
Increase/(decrease) in equity - Repayment of SDH loans		0	0	-7 620 689
C) Net cash flow from financial activities		**0**	**0**	**1 379 311**
A) + B) + C) Net changes in cash and cash equivalents		**-3 525 106**	**-1 918 933**	**-12 821 862**
Cash and cash equivalents at 01.01		41 080 902	53 902 764	53 902 764
Cash and cash equivalents at end of period		37 555 796	51 983 831	41 080 902
Net changes in cash and cash equivalents		**-3 525 106**	**-1 918 933**	**-12 821 862**

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 Bank 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 2018. Further, the Bank has in this quarterly report used the accounting principles and calculation methods as described in the latest annual report and accounts. The interim financial statements are unaudited.

Note 3 - Capital adequacy

As of 31 December 2018 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 Bank's common equity tier 1 capital at 31 March 2019 was NOK 37 122 632,- and risk weighted assets were NOK 1 010 964,-, which gives a CET1 capital ratio of 3672,01 %.

Note 4 - Subsequent events

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

Safe Deposit Bank
of Norway AS

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