

Q2 REPORT 2019

Safe Deposit Holding ASA

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Safe
Deposit
Bank
of Norway



Income Statement

Safe Deposit Holding ASA

NOK		Parent					Group				
2018	2Q2018	2Q2019	30.06.2018	30.06.2019		Notes	30.06.2019	30.06.2018	2Q2019	2Q2018	2018
102 807	29 501	0	56 685	0	Interest income (amortised cost)		153 714	126 247	88 088	63 086	260 860
0	0	0	0	0	Interest expenses (amortised cost)		60	0	42	0	0
102 807	29 501	0	56 685	0	Net interest income		153 655	126 247	88 046	63 086	260 860
0	0	0	0	0	Commission income		265 026	265 191	0	96	265 384
0	0	0	0	0	Commission expenses		403 893	163 543	185 345	147 058	259 978
0	0	0	0	0	Net fee and commission income		-138 867	101 648	-185 345	-146 963	5 406
0	0	0	0	0	Change in value of financial investments		0	0	0	0	0
102 807	29 501	0	56 685	0	Total income		14 788	227 896	-97 299	-83 877	266 266
330 500	93 336	93 336	93 336	93 336	Employee Remuneration		2 353 792	1 566 870	1 273 737	921 092	3 926 490
361 696	136 009	66 543	216 941	141 444	Other operating expenses		3 679 840	4 057 872	1 842 257	2 201 496	8 522 502
692 196	229 345	159 879	310 277	234 780	Total operating expenses		6 033 632	5 624 742	3 115 994	3 122 588	12 448 993
-589 389	-199 844	-159 879	-253 592	-234 780	Profit before impairment on loans and taxes		-6 018 845	-5 396 846	-3 213 293	-3 206 465	-12 182 727
-589 389	-199 844	-159 879	-253 592	-234 780	Profit before income tax		-6 018 845	-5 396 846	-3 213 293	-3 206 465	-12 182 727
0	0	0	0	0	Income tax		0	0	0	0	0
-589 389	-199 844	-159 879	-253 592	-234 780	Profit for the period	1,2,4	-6 018 845	-5 396 846	-3 213 293	-3 206 465	-12 182 727

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Other Comprehensive Income

Safe Deposit Holding ASA

NOK	Parent					Group				
	2018	2Q2018	2Q2019	30.06.2018	30.06.2019	30.06.2019	30.06.2018	2Q2019	2Q2018	2018
-589 389	-199 844	-159 879	-253 592	-234 780	Profit for the period	-6 018 845	-5 396 846	-3 213 293	-3 206 465	-12 182 727
					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
-589 389	-199 844	-159 879	-253 592	-234 780	Total comprehensive income	-6 018 845	-5 396 846	-3 213 293	-3 206 465	-12 182 727

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Balance Sheet

Safe Deposit Holding ASA

NOK	Parent		Notes	Group		
	31.12.2018	30.06.2018		30.06.2019	30.06.2019	30.06.2018
			ASSETS			
0	0	0	Cash and balances with Central Banks	33 266 324	48 707 056	31 526 936
1 590 648	3 272 891	1 299 832	Loans to and receivables from credit institutions	1 935 248	3 940 096	11 144 614
0	7 677 373	0	Loans to and receivables from group company	0	0	0
99 100 000	90 100 000	99 100 000	Investment in group company	0	0	0
0	0	0	Property, plant and equipment	14 198	26 378	20 288
0	0	0	Intangible assets	4 544 060	1 074 897	4 376 115
60 000	15 000	15 000	Other assets	15 000	15 000	60 000
100 750 648	101 065 265	100 414 832	Total assets	39 774 830	53 763 427	47 127 952
			LIABILITIES AND EQUITY			
0	0	0	Deposits from and debts to Clients	0	327 332	326 558
237 036	215 856	136 000	Other liabilities	260 068	1 116 608	1 267 788
237 036	215 856	136 000	Total liabilities	260 068	1 443 940	1 594 345
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
-3 497 541	-3 161 744	-3 732 321	Other equity	-64 486 725	-51 682 000	-58 467 881
100 513 612	100 849 409	100 278 832	Total equity	39 514 762	52 319 487	45 533 607
100 750 648	101 065 265	100 414 832	Total liabilities and equity	39 774 830	53 763 427	47 127 952

Oslo, August 15, 2019

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				Total equity
	Share capital	Share premium	Other paid in capital	Other equity	
Equity as at 1 January 2018	16 933 400	87 077 753	0	-2 908 152	101 103 001
Profit for the period				-589 389	-589 389
Total comprehensive income	0	0	0	-589 389	-589 389
Equity as at 31 December 2018	16 933 400	87 077 753	0	-3 497 541	100 513 612
Equity as at 1 January 2019	16 933 400	87 077 753	0	-3 497 541	100 513 612
Profit for the period				-234 780	-234 780
Total comprehensive income	0	0	0	-234 780	-234 780
Equity as at 30 June 2019	16 933 400	87 077 753	0	-3 732 321	100 278 832

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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 2018	16 933 400	87 068 087	0	-46 285 154	57 716 333
Profit for the period				-12 182 727	-12 182 727
Total comprehensive income	0	0	0	-12 182 727	-12 182 727
Issue of share capital and premium					0
Equity as at 31 December 2018	16 933 400	87 068 087	0	-58 467 881	45 533 607
Equity as at 1 January 2019	16 933 400	87 068 087	0	-58 467 881	45 533 607
Profit for the period				-6 018 845	-6 018 845
Total comprehensive income	0	0	0	-6 018 845	-6 018 845
Equity as at 30 June 2019	16 933 400	87 068 087	0	-64 486 725	39 514 762

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Statement of Cash Flows

Safe Deposit Holding ASA

NOK	Parent		Notes	Group		
	2018	30.06.2018		30.06.2019	30.06.2019	30.06.2018
-589 389	-253 592	-234 780	Profit before income tax	-6 018 845	-5 396 846	-12 182 727
0	0	0	+ Depreciation and write-downs	245 251	1 080 987	2 161 974
-589 389	-253 592	-234 780	Net cash increase from ordinary operations	-5 773 593	-4 315 859	-10 020 753
7 613 028	-19 345	45 000	Decrease/(increase) other receivables	45 000	-19 345	-7 661
-1 525	-22 705	-101 036	Increase/(decrease) short term debt	-1 007 719	-288 789	-128 362
0	0	0	Increase/(decrease) deposits and debt to Clients	-326 559	-200 152	-266 858
7 022 114	-295 643	-290 816	A) Net cash flow from operations	-7 062 871	-4 824 146	-10 423 633
0	0	0	Increase in intangible and tangible fixed assets	-407 106	0	-4 376 115
0	0	0	Reductions in tangible fixed assets	0	0	0
-9 000 000	0	0	Net investments in subsidiaries	0	0	0
-9 000 000	0	0	B) Net cash flow from investment	-407 106	0	-4 376 115
0	0	0	Increase/(decrease) in equity	0	0	0
0	0	0	C) Net cash flow from financial activities	0	0	0
-1 977 886	-295 643	-290 816	A) + B) + C) Net changes in cash and cash equivalents	-7 469 977	-4 824 146	-14 799 748
3 568 534	3 568 534	1 590 648	Cash and cash equivalents at 01.01	42 671 550	57 471 298	57 471 298
1 590 648	3 272 891	1 299 832	Cash and cash equivalents at end of period	35 201 573	52 647 152	42 671 550
-1 977 886	-295 643	-290 816	Net changes in cash and cash equivalents	-7 469 977	-4 824 146	-14 799 748

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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 2018. 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 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 Group's common equity tier 1 capital at 30 June 2019 was NOK 34 970 701,- and risk weighted assets were NOK 718 173,-, which gives a CET1 capital ratio of 4869,40 %.

Note 4 – Subsequent events

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

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