

Q3 REPORT 2019

Safe Deposit Holding ASA

sdbn

Safe
Deposit
Bank
of Norway



Income Statement

Safe Deposit Holding ASA

NOK		Parent			Notes	Group				
2018	3Q2018	3Q2019	30.09.2018	30.09.2019		30.09.2019	30.09.2018	3Q2019	3Q2018	2018
102 807	29 301	0	85 986	0	Interest income (amortised cost)	255 659	184 912	101 945	58 664	260 860
0	0	0	0	0	Interest expenses (amortised cost)	90	0	30	0	0
102 807	29 301	0	85 986	0	Net interest income	255 569	184 912	101 915	58 664	260 860
0	0	0	0	0	Commission income	265 028	265 287	2	97	265 384
0	0	0	0	0	Commission expenses	461 973	212 868	58 080	49 326	259 978
0	0	0	0	0	Net fee and commission income	-196 944	52 419	-58 077	-49 229	5 406
0	0	0	0	0	Change in value of financial investments	0	0	0	0	0
102 807	29 301	0	85 986	0	Total income	58 625	237 331	43 837	9 435	266 266
330 500	0	0	93 336	93 336	Employee Remuneration	3 531 529	2 468 431	1 177 737	901 561	3 926 490
361 696	34 190	34 810	251 131	176 254	Other operating expenses	5 515 934	5 828 748	1 836 094	1 770 875	8 522 502
692 196	34 190	34 810	344 467	269 590	Total operating expenses	9 047 463	8 297 178	3 013 831	2 672 436	12 448 993
-589 389	-4 888	-34 810	-258 480	-269 590	Profit before impairment on loans and taxes	-8 988 838	-8 059 847	-2 969 994	-2 663 001	-12 182 727
-589 389	-4 888	-34 810	-258 480	-269 590	Profit before income tax	-8 988 838	-8 059 847	-2 969 994	-2 663 001	-12 182 727
0	0	0			Income tax	0	0	0	0	0
-589 389	-4 888	-34 810	-258 480	-269 590	Profit for the period	1,2,4 -8 988 838	-8 059 847	-2 969 994	-2 663 001	-12 182 727

2



Safe
Deposit
Bank
of Norway

Other Comprehensive Income

Safe Deposit Holding ASA

NOK	Parent					Group				
	2018	3Q2018	3Q2019	30.09.2018	30.09.2019	30.09.2019	30.09.2018	3Q2019	3Q2018	2018
-589 389	-4 888	-34 810	-258 480	-269 590	Profit for the period	-8 988 838	-8 059 847	-2 969 994	-2 663 001	-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	-4 888	-34 810	-258 480	-269 590	Total comprehensive income	-8 988 838	-8 059 847	-2 969 994	-2 663 001	-12 182 727

3

Balance Sheet

Safe Deposit Holding ASA

NOK	Parent		Notes	Group		
	31.12.2018	30.09.2018		30.09.2019	30.09.2019	30.09.2018
			ASSETS			
0	0	0	Cash and balances with Central Banks	30 783 782	40 985 219	31 526 936
1 590 648	3 045 346	1 066 347	Loans to and receivables from credit institutions	1 664 660	4 349 520	11 144 614
0	7 706 675	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	11 153	23 333	20 288
0	0	0	Intangible assets	4 424 479	4 913 564	4 376 115
60 000	82 500	82 500	Other assets	82 500	82 500	60 000
100 750 648	100 934 521	100 248 847	Total assets	36 966 574	50 354 135	47 127 952
			LIABILITIES AND EQUITY			
0	0	0	Deposits from and debts to Clients	0	326 830	326 558
237 036	90 000	4 825	Other liabilities	421 806	370 819	1 267 788
237 036	90 000	4 825	Total liabilities	421 806	697 649	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	-3 166 632	-3 767 131	Other equity	-67 456 719	-54 345 001	-58 467 881
100 513 612	100 844 521	100 244 022	Total equity	36 544 768	49 656 486	45 533 607
100 750 648	100 934 521	100 248 847	Total liabilities and equity	36 966 574	50 354 135	47 127 952

Oslo, November 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

sdbn

Safe
Deposit
Bank
of Norway

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				-269 590	-269 590
Total comprehensive income	0	0	0	-269 590	-269 590
Equity as at 30 September 2019	16 933 400	87 077 753	0	-3 767 131	100 244 022

5

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				-8 988 838	-8 988 838
Total comprehensive income	0	0	0	-8 988 838	-8 988 838
Equity as at 30 September 2019	16 933 400	87 068 087	0	-67 456 719	36 544 768

6

Statement of Cash Flows

Safe Deposit Holding ASA

NOK	Parent		Notes	Group		
	2018	30.09.2018		30.09.2019	30.09.2019	30.09.2018
-589 389	-258 480	-269 590	Profit before income tax	-8 988 838	-8 059 847	-12 182 727
0	0	0	+ Depreciation and write-downs	367 877	1 621 481	2 161 974
-589 389	-258 480	-269 590	Net cash increase from ordinary operations	-8 620 962	-6 438 367	-10 020 753
7 613 028	-116 147	-22 500	Decrease/(increase) other receivables	-22 500	-116 147	-7 661
-1 525	-148 561	-232 211	Increase/(decrease) short term debt	-845 982	-939 345	-128 362
0	0	0	Increase/(decrease) deposits and debt to Clients	-326 558	-266 586	-266 858
7 022 114	-523 188	-524 301	A) Net cash flow from operations	-9 816 002	-7 760 444	-10 423 633
0	0	0	Increase in intangible and tangible fixed assets	-407 106	-4 376 115	-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	-4 376 115	-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	-523 188	-524 301	A) + B) + C) Net changes in cash and cash equivalents	-10 223 108	-12 136 559	-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	3 045 346	1 066 347	Cash and cash equivalents at end of period	32 448 442	45 334 739	42 671 550
-1 977 886	-523 188	-524 301	Net changes in cash and cash equivalents	-10 223 108	-12 136 559	-14 799 748

7

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 September 2019 was NOK 32 120 289,- and risk weighted assets were NOK 661 010,-, which gives a CET1 capital ratio of 4859,27 %.

Note 4 – Subsequent events

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

sdbn



Safe Deposit Bank
of Norway AS

Haakon VII's gate 1
P.O.Box 1667 Vika
NO-0120 Oslo
Norway

post@sdbn.com

Safe
Deposit
Bank
of Norway