



Q1-Q3 2022

Interim Report

Q1-Q3 2022 highlights

PROFIT BEFORE TAX

DKK 351.0m

Pre-tax profit provides returns on the opening equity at a rate equivalent to 12.3% a year.

NET PROFIT

DKK 276.4m

Net profit provides returns on the opening equity at a rate equivalent to 9.7% a year.

NET INTEREST INCOME

Up 11%

Net interest income is up by DKK 46.5m and totals DKK 485.5m. In Q3, net interest income has gone up by 19% on Q3 2021.

FEE AND COMMISSION INCOME

Up 5%

Fee and commission income is up by DKK 24.1m and totals DKK 502.5m.

LEVEL OF COSTS

Up 8%

Staff costs and administrative expenses and amortisation, depreciation and impairment losses on assets stand at DKK 606.9m. Adjusted for non-recurring matters related to the strategy launch etc, they have increased by 2%.

CORE EARNINGS

Up 10%

Recent years' highly satisfactory developments continue in 2022. In Q3, core earnings have gone up by 23% on Q3 2021.

NEGATIVE MARKET VALUE ADJUSTMENTS

DKK 83.3m

Soaring interest rates on mortgage credit bonds are the primary cause of developments.

IMPAIRMENT LOSSES ON LOANS AND ADVANCES ETC

Reversal of DKK 30.9m

The stable development in the credit quality of Sparekassen's customers continues. Total management add-ons have been increased by DKK 23.5m since 31 December 2021 to stand at DKK 242.8m at 30 September 2022.

LOANS TO CORPORATE CUSTOMERS

Up 11%

Since year-end 2021, loans to corporate customers and total credits arranged have increased by 11% and 1%, respectively.

CAPITAL RATIO

23.3%

The capital ratio includes current profits. Sparekassen's capital position continues to develop satisfactorily.

LAUNCHING OF THE "TOWARDS NEW GOALS" STRATEGY

In April 2022

As stated in company announcement no 8/2022 of 27 April 2022, Sparekassen has presented its new strategy and financial targets for the next strategy period.

RATE OF COST

61.1%

According to the "Towards New Goals" strategy, the rate of cost is to be reduced continuously to below 50% no later than from the financial year 2026.

Contents

2 Management commentary

Q1-Q3 2022 highlights	page	2
Management commentary	page	4
Outlook for 2022	page	5
Financial highlights	page	6
Financial ratios	page	7
Core earnings	page	8
The Supervisory Diamond	page	9
Financial review of the Group	page	10
Towards New Goals - Sparekassen's 2025 strategy	page	14
Capital structure and liquidity of the Group	page	18
Credit quality categories	page	21
Financial review of the Parent	page	22

Cover photo: The Sparekassen Sjælland-Fyn Group's head office in Holbæk.

24 Interim financial statements

Statement by Management on the Interim Report	page	25
Income statement	page	26
Statement of comprehensive income	page	26
Balance sheet	page	27
Statement of changes in equity	page	28
Cash flow statement	page	30
Notes	page	31
Parent	page	46
Definitions of official key ratios etc	page	56

This Interim Report has been prepared in Danish and English, with the Danish version being valid in the event of any inconsistencies.

For more information, please visit spks.dk or contact:

Lars Petersson Chief Executive Officer 5948 1111 ir@spks.dk	Lars Bolding Executive Officer of the Savings Bank 5948 1111 ir@spks.dk	Morten Huse Eikrem-Jeppesen Press Officer +45 5385 0770
---	--	--

Management commentary

Sparekassen continues to improve its core earnings and realises a pre-tax profit of DKK 351.0m for the first three quarters of the year, which provides a 12.3% return on the opening equity. This profit reflects both an increase in core earnings by 23% on Q3 2021 and negative market value adjustments primarily related to the continued price decreases in Danish mortgage credit bonds. In this light, financial performance is considered satisfactory.

Core earnings continue to increase

One of the reasons for the increase in Sparekassen's core earnings is that the level of activity in both the private customer segment and the corporate customer segment remains high.

In the private customer segment, the considerable interest rate movements in the mortgage credit area have led to a major mortgage refinancing wave during which many customers refinance their loans, for example, to reduce their outstanding debt. This – together with increasing income from Sparekassen's services because of new customers etc – adds positively to earnings overall.

Sparekassen's fee and commission income has thus gone up by DKK 24.1m in the first three quarters of 2022, or by 5%.

Also, Sparekassen is still experiencing handsome growth in the corporate customer segment. Loans to corporate customers have increased by 11% since year-end 2021, which is considered quite positive. This development is a reflection of Sparekassen both increasing

its volume of business with current corporate customers and winning market shares based on its corporate customer centres, corporate customer divisions, etc. Sparekassen's net interest income has therefore also seen an increase of DKK 46.5m, or 11%, on the same period in 2021. Expectations are that, in the long term, Danmarks Nationalbank's recent – and any future – interest rate changes too will assist in both interest income and net interest income continuing to develop positively.

In the light of Danmarks Nationalbank's increases in interest rates effective from 17 October 2022, Sparekassen has decided to discontinue negative deposit rates for all Sparekassen customers and to introduce a positive interest rate for a series of deposit accounts, among them, Sparekassen's shareholder savings account. Also, because of increasing interest rate levels, Sparekassen has also increased its lending rates.

Cost-wise, the total level of costs is affected by increased IT costs, higher power and heating prices, etc. Moreover, earlier in the year, Sparekassen incurred some non-recurring

expenses related to, for example, the launch of its "Towards New Goals" strategy. Overall, staff costs and administrative expenses and amortisation, depreciation and impairment losses on assets stand at DKK 606.9m. Adjusted for non-recurring matters, the level of costs has increased by 4%.

Finally, performance for Q1-Q3 2022 should be viewed in the light of total market value adjustments by a negative DKK 83.3m having been realised that have primarily been caused by the surging interest rates on mortgage credit bonds.

Help to customers hit by high energy prices and inflation

The credit quality of Sparekassen's customers is generally still good. Sparekassen's impairment losses on loans and advances is a testament to that. The line item of impairment losses in fact represents a reversal of DKK 30.9m.

After a long time of major economic uncertainty due to the COVID-19 pandemic, business operators in particular are now met with new obstacles in the form of high energy prices and

inflation of a historic high. Customers' private finances too are affected by the massive price increases. This naturally spreads financial uncertainty among many people. Like during the COVID-19 pandemic, Sparekassen is ready to assist private and corporate customers in need of a helping cash hand. In addition, Sparekassen has launched a home energy optimisation loan, among other things.

Towards New Goals

As part of the four-year "Towards New Goals" strategy, Sparekassen has launched some internal strategic initiatives for the purpose of improving its commercial processes, its range of products and services and for the purpose of unlocking 90,000 hours for customer service, including advice and customer relationship care where Sparekassen is able to create most value for its customers. This objective is to be achieved, for example, by continuing to streamline and automate internal processes and procedures particularly in the corporate customer area and, where it makes sense, by moving away specific tasks from the advisor's desk over to the customer.

At the end of Q3 2022, 45,000 hours' worth of optimisation opportunities had been identified. A targeted effort is being made to execute the steps identified so that these many hours may be converted into customer service and new development initiatives to further strengthen Sparekassen's competitive power and earnings capacity.

Outlook for 2022

At 30 June 2022, Sparekassen adjusted its pre-tax earnings expectations range for the year from DKK 385-510m to DKK 425-510m. In view of sustained strong earnings in Q3 2022, the pre-tax earnings expectations range for the year has been narrowed to DKK 450-510m.

Generally, the increase in interest rate levels is expected to support a positive development in both interest income and net interest income in the quarters ahead.

Lars Petersson
Chief Executive
Officer

Bruno Riis-Nielsen
Executive Officer
of the Savings Bank

Lars Bolding
Executive Officer
of the Savings Bank

Jan Kolbye Jensen
Executive Officer
of the Savings Bank



Financial highlights

Sparekassen Sjælland-Fyn A/S (Group)

Amounts in DKK'm	30.09 2022	30.09 2021	Index ¹	Year-end 2021
Income statement items				
Interest income calculated under the effective interest method	384	382	101	509
Other interest income	83	44	186	58
Negative interest income	15	18	81	26
Interest expenses	40	37	109	50
Positive interest expenses	73	68	109	91
Net interest income	485	439	111	582
Dividends on shares	26	18	145	18
Fees and commission income	503	478	105	635
Fees and commission expenses paid	12	13	90	17
Net interest and fee income	1,003	923	109	1,218
Translation and market value adjustments	-83	21	-	30
Other operating income	12	12	102	16
Staff costs and administrative expenses	579	534	108	723
Amortisation, depreciation and impairment losses on intangible assets and property, plant and equipment	28	29	97	36
Other operating expenses	13	13	94	20
Impairment losses on loans and advances etc	-31	-24	129	-25
Investments in associates and group enterprises	8	18	45	22
Profit for the year before tax	351	421	83	531
Income tax	75	69	108	87
Profit for the year after tax	276	352	79	444
Profit allocated to shareholders	258	333	77	419

Sparekassen Sjælland-Fyn A/S (Group)

Amounts in DKK'm	30.09 2022	30.09 2021	Index ¹	Year-end 2021
Balance sheet items				
Loans and advances etc	12,324	12,117	102	12,067
Deposits	20,665	20,054	103	19,766
Deposits in pooled plans	1,983	2,270	87	2,405
Total deposits	22,649	22,324	101	22,171
Subordinated loan capital	621	571	109	670
Equity	3,911	3,712	105	3,796
Balance sheet total	28,529	28,334	101	28,001
Capital resources	3,755	3,527	106	3,973
Guarantees	6,412	7,465	86	7,240
Total credits arranged	60,558	59,346	102	59,686
Custody accounts	12,809	14,031	91	15,077
Developments in Sparekassen's business areas				
Loans and advances etc	12,324	12,117	102	12,067
Totalkredit	35,531	34,593	103	34,980
DLR	12,703	12,636	101	12,639
Guarantees (exclusive of loss guarantees for mortgage loans)	3,928	4,507	87	4,319
Deposits	20,665	20,054	103	19,766
Deposits in pooled plans	1,983	2,270	87	2,405
Custody accounts	12,809	14,031	91	15,077
Total	99,943	100,208	100	101,253
Average headcount (full-time employees on average)	544	550	99	548
Per employee	184	182	101	185

¹ Index: 30.09.2022 relative to 30.09.2021.

Financial ratios

Sparekassen Sjælland-Fyn A/S (Group)

	30.09 2022	30.09 2021	Index ¹	Year-end 2021
Financial ratios				
Capital ratio ²	22.3	20.6	108	23.3
Core capital ratio ²	18.6	17.3	108	19.7
Common equity Tier 1 capital ²	16.4	15.1	109	17.5
Excess capital adequacy in percentage points ²	11.6	10.7	108	13.5
Return on equity before tax (for the period)	9.1	11.9	76	14.8
Return on equity after tax (for the period)	7.2	9.9	73	12.4
Income/cost ratio DKK	1.60	1.76	91	1.70
Rate of cost	61.1	61.7	99	63.1
Interest rate risk relative to core capital net of deductions	0.4	0.2	200	0.2
Currency position relative to core capital net of deductions	1.5	0.7	214	0.7
Currency risk relative to core capital net of deductions	0.0	0.0	-	0.0
Loans and advances relative to equity	3.2	3.3	97	3.2
Loans and advances plus loan impairment losses relative to deposits	56.8	56.7	100	56.9
Growth in loans and advances for the for the period	2.1	1.4	150	1.0
Impairment ratio for the for the period	-0.2	-0.1	200	-0.1
Accumulated impairment ratio	3.1	3.1	100	3.1
Zero interest loans and advances relative to total loans and advances	0.1	0.1	100	0.2
Liquidity benchmark	472	500	94	523
Liquidity LCR	377	471	80	501
Total large exposures	78.7	83.6	94	68.6
Return on invested capital	1.0	1.3	77	1.6
Earnings per share (DKK) ³	14.9	19.3	77	24.3
Dividend per share (DKK)	0.0	0.0	-	6.0
Book value per share (DKK)	203.2	193.3	105	198.1
Price/earnings per share ³	10.2	7.1	144	6.8
Price/equity per share ⁴	0.8	0.7	114	0.8
Price at year-end (DKK)	153.0	136.5	112	165.0
Average headcount (full-time employees on average) ⁵	544	550	99	548
Average headcount (converted into full-time employees at year-end) ⁵	553	550	101	545

1 Index: 30.09.2022 relative to 30.09.2021.

2 30.09.2022 and 30.06.2021 have been calculated exclusive of profit for the period. If the profit for the period after tax is reduced with the dividend policy's target was included in the capital base, the capital ratio, core capital ratio, actual core capital ratio, and capital transfer would be 1.0 pct. points higher. (30.09.2021: capital ratio, core capital ratio, actual core capital ratio, and capital transfer 1.7 pct. points higher).

3 Calculated based on the average number of shares during the year.

4 Calculated based on the number of outstanding shares at the end of the year.

5 Engaged in financial business.

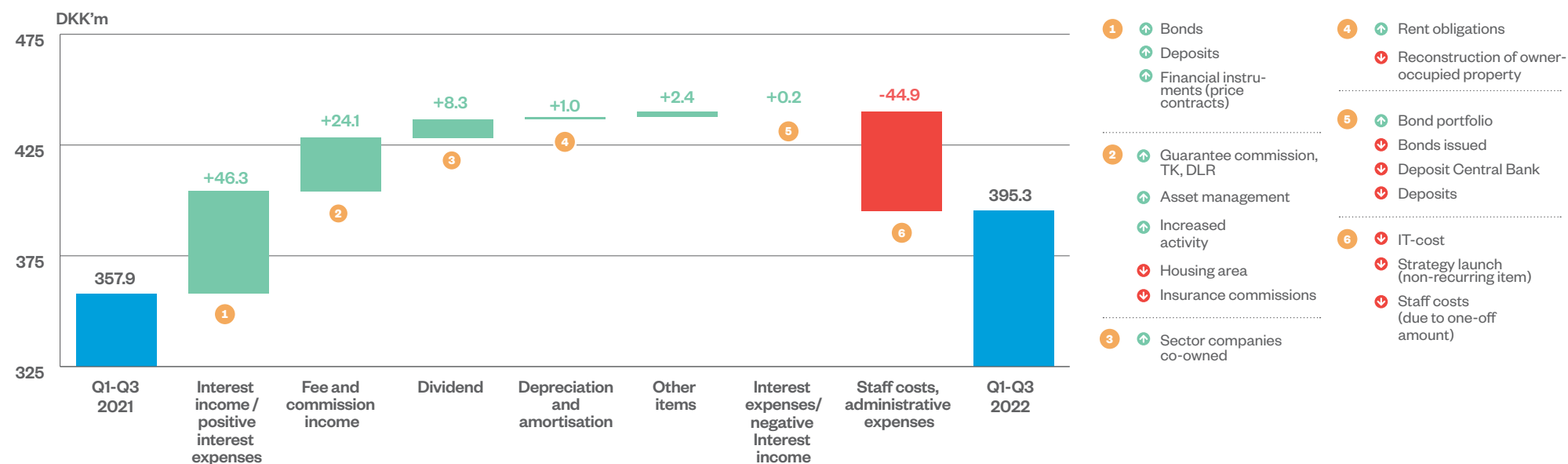


Core earnings

Sparekassen Sjælland-Fyn A/S (Group)

Amounts in DKK'm	YTD 2022	Q3 2022	Q2 2022	Q1 2022	YTD 2021	Q4 2021	Q3 2021	Q2 2021	Q1 2021	ÅTD 2020	Q4 2020	Q3 2020	Q2 2020	Q1 2020
Core earnings														
Net interest income	485.5	170.7	168.7	146.1	581.6	142.6	143.4	149.6	146.0	556.9	145.1	141.1	132.4	138.2
Dividends on shares	26.5	0	21.4	5.1	18.5	0.3	0	15.8	2.4	29.0	0	0	17.0	12.0
Fees and commission income	502.5	166.9	158.4	177.2	634.6	156.2	156.2	155.9	166.3	579.5	142.4	136.8	134.9	165.4
Fees and commission income paid	11.5	3.8	3.8	3.9	17.1	4.3	4.3	4.0	4.5	16.1	4.6	3.9	3.6	4.0
Other operating income	11.8	4.2	4.7	2.9	15.6	4.1	4.2	3.9	3.5	20.7	7.3	4.2	4.1	5.2
Other operating expenses	12.6	4.3	3.9	4.4	19.7	6.2	4.3	6.5	2.7	23.3	9.0	3.8	5.0	5.6
Core income	1.002.2	333.7	345.5	323.0	1.213.5	292.7	295.2	314.8	311.0	1.146.7	281.2	274.4	279.8	311.2
Staff costs and administrative expenses	579.1	188.1	204.1	186.9	723.1	188.8	176.3	184.9	173.1	729.1	195.9	176.9	178.0	178.3
Amortisation, depreciation and impairment losses on intangible assets and property, plant and equipment	27.8	12.9	7.7	7.3	35.7	7.0	11.4	8.2	9.2	66.0	25.6	15.8	12.9	11.7
Core earnings	395.3	132.7	133.7	128.8	454.7	96.9	107.5	121.7	128.7	351.6	59.7	81.7	88.9	121.2

Development in core earnings



The Supervisory Diamond

Sparekassen respects all thresholds for the benchmarks of the Danish FSA's risk management tool, "the Supervisory Diamond"; the Supervisory Diamond lays down risk-based benchmarks for four specific areas that credit institutions must comply with.

The four benchmarks and the current calculations are:

Benchmark	Threshold	Group at 30.09.2022	Group at 30.09.2021
The total of large exposures as a percentage of common equity tier 1 capital	<175 %	78.7 %	83.6 %
Loan growth per annum	<20 %	1.7 %	1.1 %
Property exposure of loans advances and guarantees	<25 %	10.6 %	10.5 %
Liquidity benchmark	>100 %	472.0 %	500.3 %

For all four benchmarks, Sparekassen has internal targets that are duly below the Supervisory Diamond thresholds.

The internal targets and the controlled management of developments in the four Supervisory Diamond benchmarks entail that sparekassen does not expect to have any difficulties in respecting the thresholds of the Supervisory Diamond in future either.

Financial review of the Group

Q1-Q3 2022

Pre-tax profit stands at DKK 351.0m, reflecting a continued positive development in core operations. Core earnings are thus up 10% on the same period last year and total DKK 395.3m after the first three quarters of 2022. The increase in core earnings has primarily been driven by a rise in net interest income, in fee and commission income, and in the level of costs.

Overall, market value adjustments have developed adversely by DKK 83.3m in the first nine months of the year, which is attributable to heavy declines in the prices of Danish mortgage credit bonds.

The line item of impairment losses represents a reversal of DKK 30.9m in total.

Net profit stands at DKK 276.4m, equivalent to an annual return on opening equity of 9.7%.

In view of the continued positive development in core earnings and of the extraordinary circumstances related to the movements in prices of Danish mortgage credit bonds, the profit is considered satisfactory.

Income statement

Net interest income

Net interest income has increased by DKK 46.5m, or 11%, and amounts to DKK 485.5m against DKK 439.0m after Q3 2021.

Total interest income has seen an increase of DKK 40.4m and amounts to DKK 467.0m. Inter-

est income from loans and advances is up DKK 1.7m. Overall, this line item is affected positively by non-recurring items of DKK 15.9m, a slight decline in average lending, and a decrease in the average lending rate. Interest income from loans and advances stands at DKK 382.6m at 30 September 2022 compared to DKK 380.9m at the same time last year. Because of Denmark's Nationalbank's continuous increases in the interest rate levels, Sparekassen too is adjusting its interest rates on loans and advances. This will have a successive positive effect on interest income in the quarters ahead. As has been the case with the last several quarters, the development in the balance of loans and advances should be compared with Sparekassen's arrangement of mortgage loans for both private customers and corporate customers. Mortgage loans arranged through DLR Kredit and Totalkredit have thus risen by DKK 1.0bn over the last 12 months. Interest income from bonds has increased by DKK 22.6m, which has been caused by a higher average flat yield on Sparekassen's bond portfolio. Interest income from derivatives has increased by DKK 15.6m to stand at DKK 38.3m, and other interest income amounts to DKK 0.3m against DKK 0.9m in the first three quarters of 2021. Sparekassen is currently experiencing fine lending activity in the corporate customer segment, and this is expected to continue in the quarters ahead. Expectedly, this, along with the rising interest rate levels referred to above, will support a continuously positive development in interest income.

Negative interest income totals DKK 15.0m against DKK 18.5m for the same period last year. The negative interest income is primarily attributable to Sparekassen's placement of surplus liquidity on the current account with Denmark's Nationalbank. Under the requirements to have an appropriate liquidity buffer (LCR ratio), Sparekassen must have a certain amount of liquidity placed in financial assets issued by governments in the form of, for example, treasury bills and government bonds or as a current account deposit, resulting in negative interest income. From 9 September 2022, interest on the current account has been positive, for which reason Sparekassen currently expects in future to be able to generate positive interest income from surplus liquidity.

Total interest expenses have gone up by DKK 3.3m to DKK 40.1m, which is attributable to an increase in interest expenses for bonds issued (senior non-preferred bonds) of DKK 1.9m. These new bond issues are a result of the tightened capital adequacy requirements on eligible liabilities (MREL requirement). Moreover, interest expenses for deposits have gone up by DKK 1.5m. Because Denmark's Nationalbank has increased its interest rates, Sparekassen has discontinued its negative deposit rates and re-introduced positive deposit rates on selected products. That is why interest expenses for deposits are expected to rise in the quarters ahead.

Positive interest expenses have increased by DKK 5.9m on the same period last year and

totals DKK 73.5m. Concurrently with recent years' continuously low and negative interest rate levels, Sparekassen adjusted its interest rate level for deposit products, which is the primary reason for the development. However, as mentioned above, Sparekassen has discontinued negative deposit rates effective from 17 October 2022.

Overall, the increase in interest rate levels is expected to support a positive development in both interest income and net interest income in the long term.

Dividend

Sparekassen has received DKK 26.5m in dividends at 30 September 2022 against DKK 18.2m for the first three quarters of 2021. Generally, the vast majority of dividends received come from the sector companies co-owned by Sparekassen, for which reason the development is related to these companies.

Fee and commission income

Fee and commission income is up DKK 24.1m, or 5%, totalling DKK 502.5m against DKK 478.4m at the same time last year. Sparekassen is generally experiencing reasonable business activity from both new and existing customers in the corporate customer segment and the private customer segment. The business activity is reflected particularly in generally increasing income from the wide range of services offered by Sparekassen to corporate and private customers and increasing income from managing customers' custody account funds.

The increase is also attributable to guarantee commissions which have gone up by DKK 10.8m on 30 September 2021. Recent years' massive trading activity in the real estate market and the consequent increase in prices have been contributing factors in the continuous increase in mortgage loans arranged by Sparekassen through DLR Kredit and Totalkredit. Over the last 12 months, the mortgage loans arranged have gone up by DKK 1.0bn. However, in 2022, trading activity and price rises in the real estate market have slowed down, which is basically considered a natural development in view of the soaring interest rates on mortgage loans. Sparekassen's funding of house transactions is therefore not on a par with last year, which is reflected in the declining level of loan application fees. Conversely, refinancing of existing loan has seen heavy activity because of the considerable interest rate movements on mortgage credit bonds. Recent years' development in mortgage loans arranged is most positive because it does not just strengthen the income base in the short term but also in the long term in the form of an increase in commission income. However, Sparekassen expects that the rate of growth in the total volume of mortgage loans arranged will go down in the quarters ahead, which is attributable to mortgage loan conversion activities, resulting in massive reductions in outstanding debt and a more subdued pace in the real estate market.

Translation and market value adjustments

Translation and market value adjustments amount to a negative DKK 83.3m against a positive DKK 21.2m for the same period in 2021. The financial markets have been marked by heavily increasing interest rates on Danish mortgage credit bonds. Although Sparekassen

has generally adopted a relatively conservative approach to our placement of surplus liquidity, the extraordinary developments in the Danish bond market have resulted in a negative market value adjustment of bonds of DKK 98.0m in the first three quarters of 2022 against one of DKK 30.5m for the same period last year. Effective from the beginning of Q2 2022, Sparekassen has adopted a different approach to the administration of some portions of the bond portfolio; refer to the "Bonds" section on page 12 for more details. Market value adjustments of shares stand at DKK 11.5m against DKK 43.8m at 30 September 2021. Market value adjustments of shares primarily arise from Sparekassen's portfolio of sector shares, and in 2022 they are affected by major payments of dividend. Also, in early 2021, Sparekassen disposed of a block of listed shares and realised a capital gain.

Translation and market value adjustments of investment property, foreign currencies, and other financial instruments total DKK 3.2m against DKK 7.9m for the same period in 2021. This development is primarily attributable to negative value adjustments of investment property.

Other operating income

Other operating income roughly stands at an unchanged DKK 11.9m against DKK 11.6m for the same period last year. This line item is primarily composed of rent from the property portfolio of the subsidiary Ejendomsselskabet Sjælland-Fyn A/S.

Staff costs and administrative expenses

Staff costs and administrative expenses have gone up by DKK 44.9m and amount to DKK 579.1m. Overall, staff costs inclusive of remuneration for the Executive Board and the Board of

Directors have gone up by a total of DKK 24.5m. Quite extraordinarily, Sparekassen decided to give thanks in Q2 to its employees for their great contribution in the continued consolidation of Sparekassen by paying them a one-off amount (with the exception of the Executive Board). Adjusted for this one-off amount, the increase in total staff costs inclusive of remuneration for the Executive Board and the Board of Directors comes to DKK 10.6m, or 3%, that is mainly related to pay and pension adjustments arising from collective agreements.

Other administrative expenses have gone up by DKK 20.4m to DKK 214.9m. This line item is affected by multiple non-recurring matters and investments primarily resulting from Sparekassen's new strategy "Towards New Goals". Adjusted for non-recurring matters, the increase in other administrative expenses amounts to around DKK 11.6m, or 6%, which is primarily attributable to increases in IT costs, public relations expenses, heating and electricity expenses, etc.

Amortisation, depreciation and impairment losses on intangible assets and property, plant and equipment

Amortisation, depreciation and impairment losses on intangible assets and property, plant and equipment total DKK 27.8m, which is a decrease of DKK 1.0m on the same period last year.

In aggregate, staff costs and administrative expenses and amortisation, depreciation and impairment losses on intangible assets and property, plant and equipment have gone up by 8% to stand at DKK 606.9m. Adjusted for the non-recurring items mentioned above, they have increased by 4%.

Impairment losses on loans and advances etc

Overall, the line item of impairment losses represents an income of DKK 30.9m compared to DKK 24.0m for the same period in 2021. Credit quality of Sparekassen's customers is still considered fine, and the losses recorded are still small in scale. It is Sparekassen's opinion that, overall, the finances of businesses and private households are strong. Despite a soaring price index, private households benefit from record-high employment rates and recent years' positive business climate in the real estate market, which does, however, seem to have reached a turning point. The strong finances of Danish businesses and private households are reflected, for example, in the low level of individual impairment losses.

However, the war in Ukraine, high energy prices, rising raw material prices, high inflation, increasing interest rate levels, falling consumer confidence, and the emerging slowdown in the housing market are factors and uncertainties that Sparekassen estimates may have an impact on certain customers' future ability to pay. Consequently, management add-ons are maintained at a relatively high level at 30 September 2022 when they have been increased to DKK 242.8m against DKK 227.4m at 30 June 2022 and DKK 219.3m at 31 December 2021. Overall, management add-ons related to the COVID-19 pandemic have been heavily reduced whereas new add-ons have been made for corporate customers particularly exposed to the supply crisis and rising energy and raw material prices and for poor-quality private customers that have been hit by increasing energy prices and high inflation. Add-ons have also been made for customers with a high loan-to-value ratio on properties.

In Sparekassen's view, the level of management add-ons reflects a conservative approach to the considerable uncertainty of financial developments resulting from high energy prices and high inflation that the quarters ahead are subject to and that the increased credit risk is hedged based on the best estimate possible.

The line item of impairment losses includes income of DKK 26.2m arising from amounts recovered on claims previously written off in the first nine months of 2022, which is lower than in the same period last year, yet still high.

Profit from investments in associates and group enterprises

Profit from investments in associates and group enterprises stands at DKK 8.1m compared to DKK 17.8m at the same date last year. This line item relates, for example, to Sparekassen's stake in Lollands Bank and the continuous value adjustment thereof to equity value.

In addition, Sparekassen has a stake of over 20% in Nordfyns Bank. Because of Nordfyn Bank's restrictions on voting rights, Sparekassen has not obtained significant influence – unlike in Lollands Bank. Consequently, the shareholding in Nordfyns Bank will not be adjusted for accounting purposes to equity value within "Profit from investments in associates and group enterprises". Instead, the shareholding will be stated at and regularly adjusted to fair value directly through equity as other comprehensive income.

Profit for the period

Pre-tax profit at 30 September 2022 stands at DKK 351.0m against DKK 420.9m at the same time in 2021. Net profit amounts to DKK 276.4m against DKK 351.6m for the first three quarters

of 2021. An unchanged DKK 18.3m of the profit for the period is allocated to interest on hybrid core capital. So, the shareholders' share of profit for the period amounts to DKK 258.1m.

In view of the continued positive development in core earnings and of the extraordinary circumstances related to the movements in prices of Danish mortgage credit bonds, the profit is considered satisfactory.

Subsequent events

No events have occurred subsequent to the balance sheet date to the date of publication of the Interim Report that are expected to have a material influence on the Group's or the Parent's financial position.

Balance sheet

Below, key balance sheet items along with balance sheet items subject to considerable development are described.

Assets

Cash and demand deposits with central banks

Sparekassen has for some years held a massive deposit surplus, amounting to DKK 8.3bn, exclusive of deposits in pooled plans, at 30 September 2022. The primary placement channels for this type of liquidity are mortgage credit bonds and the current account. The line item of cash and demand deposits with central banks, standing at DKK 2.2bn at 30 September 2022, is primarily composed of Sparekassen's current account deposit.

Bonds

The total bond portfolio stands at DKK 9.4bn compared to DKK 8.1bn at the same time

last year. As a consequence of Sparekassen having had considerable surplus liquidity for many years, general uncertainty in the financial markets because of first COVID-19 and now the situation in Ukraine etc, Sparekassen's Management has decided to change its approach to the administration of some of the surplus liquidity. Effective from the beginning of Q2 2022, Sparekassen is administering most of the bond portfolio in such manner that focus is on collecting contractual cash flows from bonds at amortised cost/held to maturity and from sales and bonds at fair value through other comprehensive income. As a rule, these positions are not held for trading but held to support core banking operations in a more long-term perspective.

Bonds at fair value total DKK 2.3bn at 30 September 2022. Thereof, bonds at fair value through profit or loss account for DKK 1.9bn and bonds at fair value through other comprehensive income account for close on DKK 0.4bn. Please also refer to note 17 on page 42.

Since the beginning of April 2022, Sparekassen has acquired a number of bonds where the primary focus is on collecting contractual cash

flows (held to maturity). The bonds in question will mature successively within a relatively short period of one to five years. These bonds are recognised in the line item "Bonds at amortised cost", which is DKK 7.1bn at 30 September 2022. Please refer to note 18 on page 45 for supplementary information. At 30 September 2021, the line item stood at DKK 0.5bn relating solely to a portfolio of treasury bills. At 30 September 2022, the difference between carrying amount and fair value was approximately DKK 0.2bn. Since Sparekassen's intention is to hold the relevant portfolio of bonds with a high credit rating to maturity at par (100), this is a snapshot of a capital loss that will not be realised.

The changes in the line items "Bonds at fair value" and "Bonds at amortised cost" are therefore primarily attributable to Sparekassen's revised approach to the administration of the bond portfolio and to a smaller current account deposit.

Loans and advances

The balance of loans and advances totals DKK 12.3bn at 30 September 2022, representing an increase of approximately DKK 0.2bn on the balance at 30 September 2021. Overall, there has been a handsome increase in loans to

Total credits arranged

	30.09.2022	2021	30.09.2021	2020	2019	2018
	DKK'm	DKK'm	DKK'm	DKK'm	DKK'm	DKK'm
Loans and advances etc, Sparekassen	12.324	12.067	12.117	11.951	12.217	12.174
Totalkredit	35.531	34.980	34.593	32.331	29.811	27.229
DLR	12.703	12.639	12.636	11.794	10.250	9.001
Total	60.558	59.686	59.346	56.076	52.278	48.404

corporate customers and a decrease in loans to private customers. A moderate and controlled increase in loans and advances is still expected in the quarters ahead. As described above in the financial review, the development in on-balance sheet loans and advances should be compared with developments in mortgage loans arranged by Sparekassen. Total mortgage loans arranged over the last 12 months have increased by DKK 1.2bn.

Shares

The total portfolio of shares stands at DKK 857.1m compared to DKK 709.3m at the same time last year. A large portion of this portfolio is made up of shares in sector companies such as DLR Kredit, BI Holding and PRAS, which help support Sparekassen's business activities and earnings. Sparekassen also has a small portfolio of Danish listed shares and investment unit certificates and holds a major stake in Nordfyns Bank and Møns Bank. The increase in the total portfolio of shares is primarily related to current value adjustments and reallocation of shares in sector companies and to the acquisition of shares in Møns Bank.

Investments in associates

Investments in associates amount to DKK 243.6m and primarily relate to the block of shares of over 20% of the share capital in Lollands Bank.

Land and buildings

Land and buildings total DKK 549.5m against DKK 498.0m at 30 September 2021. The increase primarily reflects the acquisition of owner-occupied property and investment property.

Equity and liabilities

Deposits

The deposits balance exclusive of deposits in pooled plans has gone up by DKK 0.6bn to DKK 20.7bn. Overall, the development is broadly based and with increases in deposits by both corporate customers and private customers.

Deposits in pooled plans

Deposits in pooled plans have decreased by DKK 0.3bn on the 30 September 2021 balance and amount to DKK 2.0bn. This line item is heavily affected by market value adjustments of assets in the underlying pools. In 2021, these adjustments were positive whereas, so far, 2022 has seen major negative adjustments.

Bonds issued

This line item of around DKK 0.4bn is composed of the SNP bonds (senior non-preferred bonds) which Sparekassen issued to cover some of the tightened capital adequacy requirements for eligible liabilities (MREL requirement) that Sparekassen is subject to.

Subordinated loan capital

Subordinated loan capital amounts to DKK 621.0m against DKK 570.5m at 30 September 2021. The increase reflects Sparekassen's December 2021 issuance of DKK 100.0m in subordinated capital and settlement of DKK 50.0m in subordinated capital in a first call in February 2022. Generally, Sparekassen regularly endeavours to optimise its capital structure, for example, by issuing subordinated loan capital, hybrid core capital and SNP bonds.

Equity

Equity amounts to DKK 3,910.9m at the balance sheet date against DKK 3,711.6m at 30 Sep-

tember 2021. The increase in equity is broadly attributable to the profit for the period, reduced by other comprehensive income, dividend paid, and interest paid on hybrid core capital.

Financial review for Q3 2022

Net interest income has gone up by DKK 27.3m to DKK 170.7m compared to the same period in 2021. This development has primarily been caused by an increase in interest income from bonds of DKK 14.4m.

Fee and commission income is up 7% and can be calculated at DKK 166.9m against DKK 156.1m in Q3 2021. Overall, this development has been driven by increases in the vast majority of fees and commissions across the board.

Staff costs and administrative expenses and amortisation, depreciation and impairment losses on intangible assets and property, plant and equipment have gone up by a total of 7% to DKK 200.9m. The increase is primarily attributable to staff costs, IT costs and the general rise in prices, among them, energy prices.

Core earnings in Q3 2022 then amount to DKK 132.7m, constituting an increase of 23% on the same period last year.

Market value adjustments remain almost unchanged at DKK 12.3m, and they are primarily attributable to positive market value adjustments of shares of DKK 14.4m and negative value adjustments of investment property. Price adjustments of bonds total DKK 0.9m.

Impairment losses on loans and advances stand at DKK 4.5m in Q3 2022 compared to DKK 9.8m in Q3 2021. Q3 in both 2021 and 2022 have

seen a reversal of individual impairment losses and an increase in management add-ons.

Generally, the credit quality of customers remains good although the management add-ons have been increased primarily because of the high energy prices and the level of inflation.

Pre-tax profit for Q3 2022 then stands at DKK 137.7m against DKK 119.3m for Q3 2021. Net profit for the period amounts to DKK 106.3m against DKK 98.5m for the same period in 2021. As is evident above, the improved profit for Q3 is primarily attributable to the positive development in core earnings. Both financial performance and developments in core earnings are considered very satisfactory.

Sparekassen's 2025 strategy

Towards New Goals

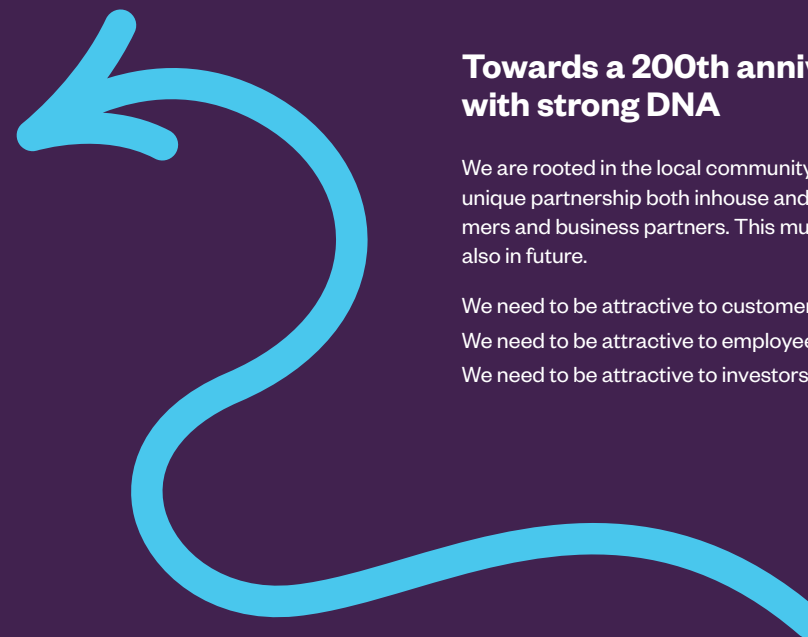


The purpose of Sparekassen is to help make Zealand and Funen a better place to live, work and operate.

Our vision is to be the market-leading regional and local alternative to the national banks on Zealand and Funen and the digital nationwide alternative to the large banks.

If we are to act out our purpose and vision, we need to be good at innovating and embracing the new conditions and opportunities of today also in future.

That is why we have in H1 2022 started the execution of our ambitious four-year strategy – Towards New Goals – that is intended to ensure the continued development and consolidation of Sparekassen up to the end of 2025 when we will be celebrating our 200th anniversary.



Towards a 200th anniversary with strong DNA

We are rooted in the local community and share a unique partnership both inhouse and with customers and business partners. This must remain so also in future.

We need to be attractive to customers.

We need to be attractive to employees.

We need to be attractive to investors.

How to achieve our goals

"Towards New Goals" builds on eight paths which embrace the conditions of the external environment that we need to deal with and navigate if we want to strengthen Sparekassen.

Three paths are about internal processes like quality, efficiency and compliance. Four paths are about commercial initiatives like branding, products and services across the fields of private

customers, corporate customers and asset management. One path is about people and culture, straddling the other seven paths



Our purpose must be known and recognised

Our purpose is to help make Zealand and Funen a better place to live, work and operate. The corporate social responsibility we accept must be sustainable, and we must make visible our purpose through a strong branding strategy.



We must be the preferred bank for small and medium-sized enterprises

We must improve our position as a savings bank for corporate customers by having close customer relationships and the right service offerings so that we become the preferred bank for small and medium-sized enterprises and attract more corporate customers.



We must strengthen the internal and external digital dialogue

We need to expand our digital toolbox to support our digital customer dialogue, create even better customer experiences, and attract customers from all over the country. At the same time, we need to improve our internal digital opportunities.



We must develop and train to attract and retain more customers

We must strengthen our sales organisation, develop new value propositions for our customers, expand our service offerings through our digital savings bank, and improve our qualifications to match our customers' needs.



We must optimise our systems and processes

We need to make it easier to service our customers while maintaining high quality. We will do this by means of new technology, insights, changes in interfaces, and by optimising procedures to make sure that we spend our time in the best way possible.



We must use data to improve our business

We have access to huge amounts of data. We must bring these data more into play to better understand our customers and processes, follow up and make the right decisions so that we improve our business.



We must support our customer-facing staff by making things more simple

Our back-office staff must develop effective and efficient methods and processes to support our customer-facing staff. For example, by improving the implementation and follow-up on laws and regulations so that our customer advisors can concentrate as much as possible on advising customers and generating more growth.



We must be an attractive business to be an employee and a customer with

Our employees are our biggest asset. That is why we must strengthen and develop our corporate culture, improve professional and personal development, and safeguard the important balance between work life and personal life so that we can attract and retain talented employees.

Initiatives launched in Q3 2022



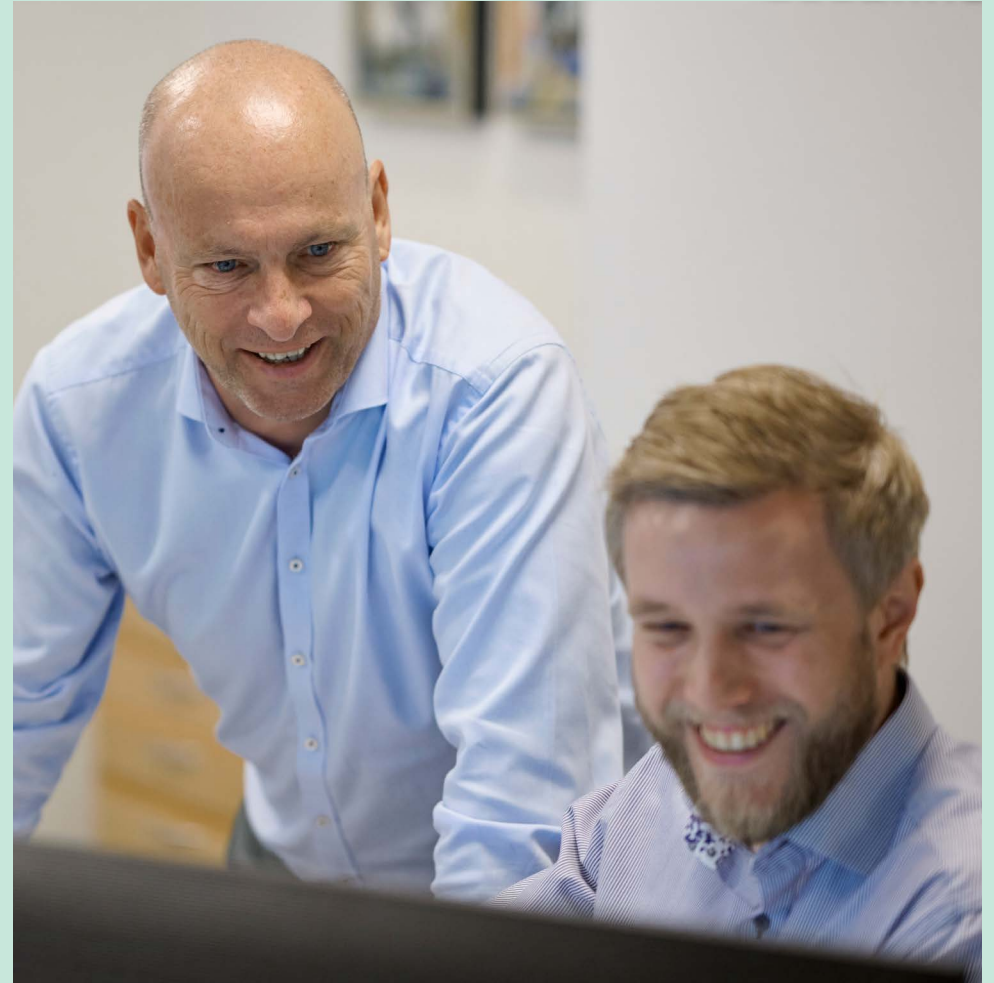
We have initiated a major internal project intended to further improve quality of Sparekassen's solution of tasks, reduce double work, time wasted and any additional costs as much as possible, and free more time for our customers.



We have optimised our processes for home purchases and for e-signing documents.



We have launched a home energy optimisation loan.



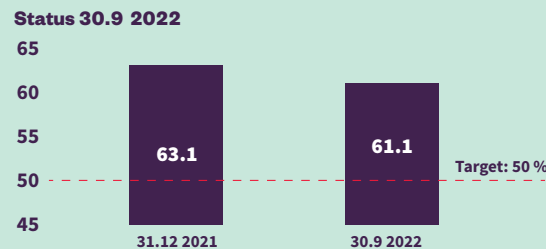
Financial targets

Together, the eight paths are intended to strengthen Sparekassen's competitive power and ensure higher efficiency to boost our earnings capacity and lower the total rate of cost, among other elements.

We have set five ambitious financial targets up to the end of 2025 that we must meet:

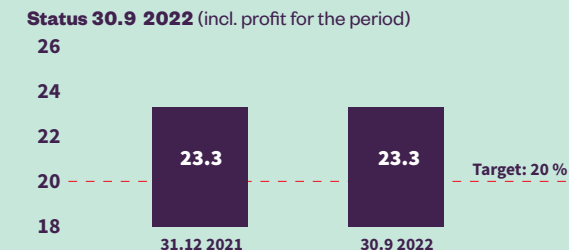
Increased efficiency

Our rate of cost must be reduced and be less than 50% no later than from the financial year 2026. In 2021, the rate of cost was 63.1%. We need to eliminate 90,000 hours worked by means of optimisation exercises and similar measures.



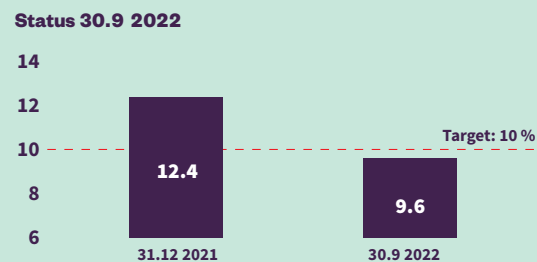
Solid foundation

Our capital ratio must be no less than 20%.



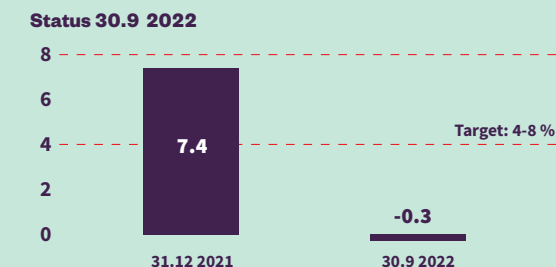
Solid profitability

On average, our return on equity must exceed 10% a year net of tax up to the end of the financial year 2025.



Solid and controlled growth

We must increase our total business volume by 4-8% a year.



Attractive dividend

Our shareholders' cash dividend must be at least 25% of Sparekassen's profit. Another objective is to increase total distribution by means of share buy-backs.

Capital structure and liquidity of the Group

Capital structure

At 30 September 2022, capital resources are DKK 228m larger than at 30 September 2021 and amount to DKK 3,755m. The increase is primarily attributable to retained earnings and to the issuance of supplementary capital. A larger deduction because of a larger portfolio of sector shares and shareholdings in the financial sector contributes in the opposite direction.

Capital (DKK'm)

	30.09 2022	31.12 2021	30.09 2021
Common equity tier 1 capital	2,758	2,977	2,580
Core capital (including hybrid core capital)	3,134	3,353	2,956
Capital resources	3,755	3,973	3,527

Sparekassen's risk exposures total DKK 16,824m at 30 September 2022 against DKK 17,105m at 30 September 2021, which is a decrease of DKK 281m. Credit risk has gone up by DKK 65m, and this is primarily attributable to an increase arising from bonds at amortised cost of DKK 677m that is counterbalanced by a decrease in other exposures and the weighting thereof. As a result of the new approach adopted for the administration of the bond portfolio, some of which is placed outside the trading portfolio at amortised cost, market risk has gone down by DKK 517m. Operational risk has increased by DKK 171m.

Risk exposures (DKK'm)

	30.09 2022	31.12 2021	30.09 2021
Credit risk	14,193	14,148	14,128
Market risk	420	829	937
Operational risk	2,211	2,040	2,040
Total	16,824	17,017	17,105

Credit risk and market risk have been determined using the standard method. Operational risk has been determined based on the basic indicator method.

Sparekassen's capital ratio is then 22.3% against 20.6% at 30 September 2021. The core capital ratio has gone up by 1.3 percentage points on the same date last year and stands at 18.6% whereas the common equity tier 1 capital ratio is up 1.3 percentage points to 16.4%.

Capital ratios (%)

	30.09 2022	31.12 2021	30.09 2021
Capital ratio	22.3	23.3	20.6
Core capital ratio (Including hybrid core capital)	18.6	19.7	17.3
Common equity tier 1 capital ratio	16.4	17.5	15.1

The capital requirement has been calculated at 10.7%, leading to an excess capital adequacy ratio of 11.6 percentage points. In Danish kroner, this excess is equivalent to DKK 1,955m.

The combined buffer requirement has been calculated at 3.5 percentage points after the countercyclical capital buffer has been reintroduced at 1 percentage point from 30 September 2022. This results in Sparekassen's excess capital adequacy ratio net of capital requirement and combined buffer requirement standing at 8.1 percentage points. In Danish kroner, this excess is equivalent to DKK 1,366 million.

The increase in capital requirement is related to market risks. Interest risks on non-trading bonds are not included in total risk exposures (Pillar I), for which reason capital has been allocated for this in the capital requirement (Pillar II).

Eligible liabilities

Financial sector regulation has implemented a requirement for financial institutions regarding the amount of on-balance sheet eligible liabilities (MREL requirement). The MREL requirement aims to ensure that financial institutions have sufficient eligible liabilities to enable the execution of an appropriate restructuring or resolution of a financial institution should it be failing or likely to fail.

It is the Danish Financial Supervisory Authority (Danish FSA) that calculates and lays down the MREL requirement for each credit institution. The MREL requirement will be recalculated once a year and be determined relative to the credit institution's risk-weighted exposures. The

MREL requirement is gradually phased in and will take full effect from 1 January 2024.

The total MREL requirement is calculated as the total amount of the capital requirement, the combined buffer requirement (the countercyclical buffer and the capital conservation buffer) and an MREL add-on. The MREL requirement can be met by capital instruments and debts that, in the event of resolution or bankruptcy, may be written down or converted before unsecured claims and that also comply with the requirements for MREL capital.

In December 2021, Sparekassen received the MREL requirement based on the 2020 accounting figures, which are therefore currently applicable from 1 January 2024. At group level, the MREL requirement has been calculated at 16.3% (phased-in 13.6% at 31 January 2022). The requirement for the Parent is largely the same.

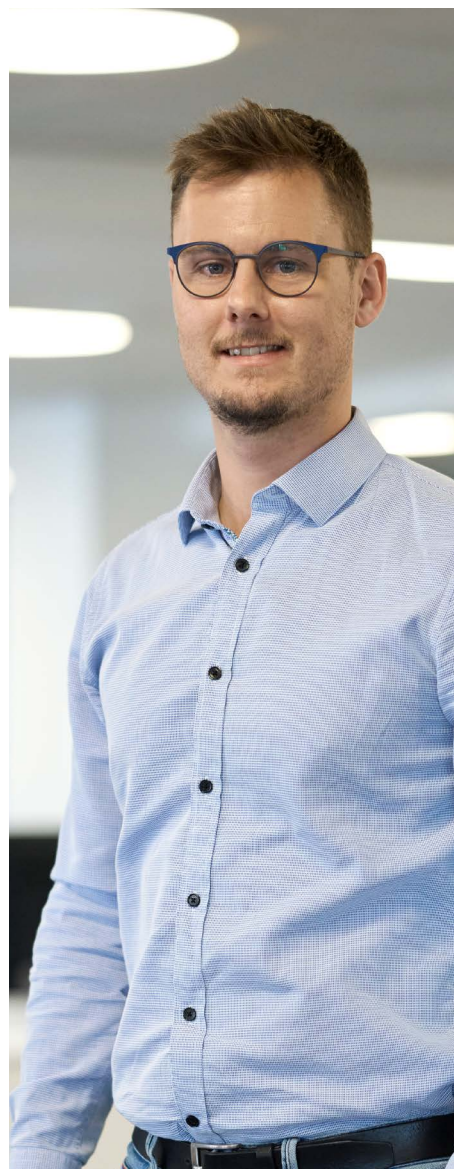
Eligible liabilities (adjusted)

	Requirement (%)	DKK'm
Risk exposures		16,284
Total requirement (adjusted)	14.86	2,500
Capital resources	22.32	3,754
SNP loans	2.25	378
	24.56	4,133
Capital conservation buffer	-3.50	-589
Total eligible liabilities	21.06	3,544
MREL excess cover	6.20	1,044

Net of adjustment of the phased-in requirement using the latest figures, Sparekassen is at 30 September 2022 meeting the MREL requirement with a margin of 6.2 percentage points based on current capital resources and the MREL capital issued (senior non-preferred bonds). With the current capital resources and MREL capital, the fully phased-in MREL requirement is met with a margin of 4.1 percentage points. With Sparekassen's current and expected development in its capital resources, the phase-in established and the development in risk-weighted exposures, we do not expect to face any challenges in meeting the requirement for eligible liabilities in future either. Sparekassen intends to regularly evaluate the opportunities for optimising the composition of the capital and liability instruments that meet the MREL requirement.

Capital measure

Sparekassen's objective is to have a capital ratio surplus of at least 2.5 percentage points. This surplus should be viewed in relation to the total amount of (i) Pillar I requirements, (ii) Pillar II add-ons (8+ add-on) and (iii) expected combined buffer requirement for each year (3.5% at 30 September 2022 as a result of the counter-cyclical capital buffer having been increased to 1 percentage point, and with a total maximum of 5.0%). Another objective of Sparekassen is to have a common equity tier 1 capital ratio surplus of at least 2.5 percentage points. This surplus should be viewed in relation to the total amount of common equity tier 1 capital to meet (i) Pillar I requirements (at least 4.5%) and (ii) expected combined buffer requirements for each year (3.5% at 30 September 2022, and with a maximum of 5.0%), and Pillar II requirements that are



not covered by supplementary capital or hybrid core capital.

Sparekassen's capital measure, excess capital adequacy and capital plans in the short and long term are discussed and approved by the Board of Directors on a regular basis and at least once a year. According to Sparekassen's new strategy plan, "Towards New Goals", the long-term objective is to have a minimum capital ratio of 20.0%.

Liquidity

Overall, Sparekassen's business model dictates that deposits must fund loans and advances and that Sparekassen must not be dependent on external funding by way of market funding and potentially transient deposits.

At the end of Q3 2022, Sparekassen has a deposit surplus of DKK 8.3bn exclusive of deposits in pooled plans. Its deposits are primarily made by private customers and small business operators. There are no large single deposits of major significance or deposits of significance from other financial services companies.

Deposits are also characterised by a large portion of them being covered by the Danish Deposit Guarantee Fund and therefore secured for the customer.

Based on the above and the continued stress testing of liquidity that is carried out, the current funding profile is regarded as being relatively stable and subject to low risk.

Liquidity Coverage Ratio (LCR)

The LCR is calculated as the eligible liquid assets net of a deduction (haircut) depending

on the asset type relative to the estimated net outflow which is calculated as the net amount of cash inflow and outflow over a 30-day period.

At 30 September 2022, Sparekassen's LCR is 377% against the applicable statutory requirement of a minimum LCR of 100%. So, the excess liquidity coverage ratio relative to the statutory requirement is 277 percentage points.

LCR (DKK'm)

	30.09. 2022	31.12 2021	30.09 2021
Total liquidity buffer	8,152	10,299	10,382
Net outflow	2,162	2,057	2,202
LCR %	377	501	471

Given the current excess liquidity coverage, and even without regularly optimising the composition of liquid assets to improve the LCR, Sparekassen expects to have a solid excess cover for this liquidity requirement also in future.

Liquidity surplus according to the Supervisory Diamond benchmark

The liquidity benchmark of the Danish FSA Supervisory Diamond is a hybrid of the LCR calculation and reflects Sparekassen's ability to stand a three-month stress test. The benchmark is different from the LCR calculation in that liquidity is viewed over three time horizons – after 30 days, two months and three months. The result will be the lowest value calculated for the three time horizons. To calculate the LCR, a more lenient way to calculate the numerator is used and a partial projection of both

cash inflow and cash outflow in the denominator. The liquidity benchmark therefore covers a period following the LCR calculation date.

Sparekassen has a liquidity surplus that has been calculated at 472% under the Supervisory Diamond rules for the benchmark relative to a minimum surplus threshold of 100%.

Consequently, Sparekassen continues to have a solid surplus.

Liquidity benchmark (%)

	30.09 2022	31.12 2021	30.09 2021
Liquidity benchmark	10,797	10,755	11,016
Net outflow	2,287	2,057	2,202
LCR %	472	523	500

Liquidity target

Sparekassen's liquidity target in the short and long term is to constantly have sufficient liquidity with a comfortable excess cover relative to current liquidity requirements. A comfortable excess cover means a level in the range of 25 percentage points relative to the LCR requirement, which prescribes a liquidity coverage of 100% of net cash outflow covering a period of 30 days. The 25-percentage point excess cover is also the target for the liquidity benchmark of the Danish FSA Supervisory Diamond. Here the requirement is 100% as well. The internal liquidity management uses higher requirements for excess covers, which gives a longer response time to handle liquidity transactions before there is a risk of exceeding the high excess cover requirements.

The level of excess liquidity coverage, the ratio of deposits to loans and advances (liquidity funding), and the composition and quality of placements of liquidity are monitored on an ongoing basis. Sparekassen's liquidity plans are updated and approved by the Board of Directors at least once a year.

Net Stable Funding Ratio (NSFR)

On 28 June 2021, a new statutory requirement for financial institutions became effective regarding a stable funding structure. The requirement aims to ensure that financial institutions maintain a stable funding structure over a one-year time horizon. The NSFR is defined as the ratio of Sparekassen's available amount of stable funding to Sparekassen's required amount of stable funding over a one-year time horizon. The requirement is calculated as a percentage and set at at least 100.

With a calculated NSFR of 197% at 30 September 2022, Sparekassen is in compliance with the new requirement with a healthy margin.

NSFR (DKK'm)

	30.09 2022	31.12 2021	30.09 2021
Required stable funding	12,331	11,696	12,069
Available stable funding	24,287	23,899	23,600
NSFR %	197	204	196

With the current and the expected future composition of its balance sheet in mind, Sparekassen expects to have an appropriate excess cover also in future.



Credit quality categories

Loans, advances, and guarantees net of impairment losses by credit quality category of the Danish FSA – the Sparekassen Sjælland-Fyn A/S (Group)

	30.09.2022		2021		2020		2019		2018	
	DKK'm	%	DKK'm	%	DKK'm	%	DKK'm	%	DKK'm	%
3 / 2a – Loans, advances and guarantees with normal credit quality	11,538	61.6	11,480	59.5	10,677	56.0	10,768	56.8	10,249	58.5
2b – Loans, advances and guarantees with certain indications of weakness	6,029	32.2	6,681	34.6	6,911	36.2	6,424	33.9	4,942	28.2
2c – Loans, advances and guarantees with substantial weaknesses	785	4.2	715	3.7	911	4.8	1,058	5.6	1,143	6.5
1 – Loans, advances and guarantees with objective evidence of impairment	383	2.0	431	2.2	578	3.0	704	3.7	1,197	6.8
Total	18,735	100.0	19,307	100.0	19,077	100.0	18,954	100.0	17,531	100.0

Loans, advances, and guarantee debtors by sector

	30.09.2022	2021	2020	2019	2018
	%	%	%	%	%
Loans, advances, and guarantee debtors by sector	0.1	0.1	0.1	0.4	0.8
Business					
Agriculture, hunting, forestry and fisheries	10.1	9.1	8.5	8.2	8.3
Industry and extraction of raw materials	2.9	2.4	2.3	2.1	2.0
Energy supply	0.2	0.2	0.2	0.1	0.0
Building and construction	7.2	5.9	6.0	5.3	5.0
Trade	6.6	5.3	4.8	5.8	5.8
Transport, hotels and restaurants	1.8	1.9	1.8	1.9	2.0
Information and communication	0.8	0.7	0.9	0.8	0.7
Financing and insurance	5.0	5.0	4.7	5.3	4.1
Real property	8.3	9.4	9.3	9.9	11.0
Other business	6.7	6.1	6.3	7.0	7.3
Total business	49.6	46.0	44.8	46.3	46.3
Private	50.3	53.9	55.1	53.3	52.9
Total	100.0	100.0	100.0	100.0	100.0

Financial review of the Parent

Q1-Q3 2022

The profit or loss and the balance sheet of the Parent are to a great extent reflected in the consolidated financial statements as only a small portion of the Group's total business activities are carried on in the subsidiaries, for which reason reference is made to the financial review of the Group for supplementary information. Most of the Group's property portfolio is held by the subsidiary Ejendomsselskabet Sjælland-Fyn A/S.

Pre-tax profit of the Parent stands at DKK 347.5m. This profit is still marked by a positive development in core earnings which are up 9% on the same period in 2021. The increase in core earnings has primarily been driven by a rise in net interest income, in fee and commission income, and in the level of costs.

So, core earnings (calculated as earnings before translation and market value adjustments, impairment charges and profit from investments) total DKK 374.6m for Q1-Q3 2022 against DKK 344.6m for the same period in 2021.

Overall, market value adjustments have developed adversely by DKK 67.0m in the first nine months of the year, which is attributable to fairly heavy declines in the prices of Danish mortgage credit bonds.

The line item of impairment losses represents a reversal of DKK 32.1m in total.

Net profit stands at DKK 276.4m, equivalent to an annual return on opening equity of 9.7%.

In view of the continued positive development in core earnings and of the extraordinary circumstances related to the movements in prices of Danish mortgage credit bonds, the profit is considered satisfactory.

Income statement

Net interest income

Net interest income has increased by DKK 42.1m and amounts to DKK 461.0m against DKK 418.9m at 30 September 2021.

Total interest income has seen an increase of DKK 36.6m and amounts to DKK 443.5m. Interest income from loans and advances has gone down by just under 1% and stands at DKK 359.4m. Overall, this line item is affected by positive non-recurring items of DKK 15.9m, a slight decline in average lending, and a decrease in the average lending rate. Moreover, funding of the activities of the subsidiary Ejendomsselskabet Sjælland-Fyn has been moved to the subsidiary Investeringselskabet Sjælland-Fyn, which has had an adverse effect on the Parent's interest income. Interest income from bonds has increased by DKK 22.6m, which has been caused by a higher average flat yield on Sparekassen's bond portfolio. Interest income from derivatives has increased by DKK 15.6m to stand at DKK 38.3m, and other interest income

amounts to DKK 0.1m against DKK 0.8m in the first three quarters of 2021. Sparekassen is currently experiencing fine lending activity in the corporate customer segment, and this is expected to continue in the quarters ahead. Expectedly, this, along with the rising interest rate levels, will support a continuously positive development in interest income.

Negative interest income totals DKK 15.0m against DKK 18.5m for the same period last year. The negative interest income is primarily attributable to Sparekassen's placement of surplus liquidity on the current account with Danmarks Nationalbank. Under the requirements to have an appropriate liquidity buffer (LCR ratio), Sparekassen must have a certain amount of liquidity placed in financial assets issued by governments in the form of, for example, treasury bills and government bonds or as a current account deposit, resulting in negative interest income. From 9 September 2022, interest on the current account has been positive, for which reason Sparekassen currently expects in future to be able to generate positive interest income from surplus liquidity.

Total interest expenses have gone up by DKK 3.6m to DKK 41.5m, which is attributable to an increase in interest expenses for bonds issued (senior non-preferred bonds) of DKK 1.9m. These new bond issues are a result of the tightened capital adequacy requirements on eligible liabil-

ities (MREL requirement). Moreover, interest expenses for deposits have gone up by DKK 1.5m. Because Danmarks Nationalbank has increased its interest rates, Sparekassen has discontinued its negative deposit rates and re-introduced positive deposit rates on selected products. That is why interest expenses for deposits are expected to rise in the quarters ahead.

Positive interest expenses have increased by DKK 5.7m on the same period last year and totals DKK 74.0m. Concurrently with recent years' continuously low and negative interest rate levels, Sparekassen adjusted its interest rate level for deposit products, which is the primary reason for the development. However, as mentioned above, Sparekassen has discontinued negative deposit rates effective from 17 October 2022.

Overall, the increase in interest rate levels is expected to support a positive development in both interest income and net interest income in the long term.

Dividend

Sparekassen has received DKK 26.4m in dividends at 30 September 2022 against DKK 18.2m for the first three quarters of 2021. Overall, the vast majority of dividends received come from the sector companies co-owned by Sparekassen, for which reason the development is related to these companies.

Fee and commission income

Fee and commission income is up DKK 24.0m, or 5%, totalling DKK 503.9m against DKK 479.9m at the same time last year. Sparekassen is generally experiencing reasonable business activity from both new and existing customers in the corporate customer segment and the private customer segment. The business activity is reflected particularly in generally increasing income from the wide range of services offered by Sparekassen to corporate and private customers and increasing income from managing customers' custody account funds. The increase is also attributable to guarantee commissions which have gone up by DKK 10.8m on 30 September 2021. Recent years' massive trading activity in the housing market and the consequent increase in prices have been contributing factors in the continuous increase in mortgage loans arranged by Sparekassen through DLR Kredit and Totalkredit. Over the last 12 months, the mortgage loans arranged have gone up by DKK 1.0bn. However, in 2022, trading activity and price rises in the real estate market have slowed down, which is basically considered a natural development in view of the soaring interest rates on mortgage loans. Sparekassen's funding of house transactions is therefore not on a par with last year, which is reflected by the declining level of loan application fees. Conversely, refinancing of existing loan has seen heavy activity because of the considerable interest rate movements on mortgage credit bonds.

Translation and market value adjustments

Translation and market value adjustments amount to a negative DKK 67.0m against a positive DKK 22.9m at the same date in 2021. The financial markets have been marked by

heavily increasing interest rates on Danish mortgage credit bonds. Although Sparekassen has generally adopted a relatively conservative approach to our placement of surplus liquidity, the extraordinary developments in the Danish bond market have resulted in a negative market value adjustment of bonds of DKK 97.6m in the first three quarters of 2022 against one of DKK 30.7m for the same period last year. Effective from the beginning of Q2 2022, Sparekassen has adopted a different approach to the administration of some portions of the bond portfolio; refer to the "Bonds" section on page 12 for more details. Market value adjustments of shares stand at DKK 11.5m against DKK 43.8m at 30 September 2021. Market value adjustments of shares primarily arise from Sparekassen's portfolio of sector shares, and in 2022 they are affected by major payments of dividend. Also, in early 2021, Sparekassen disposed of a block of listed shares and realised a capital gain.

Translation and market value adjustments of investment property, foreign currencies and other financial instruments total DKK 19.2m against DKK 9.9m for the same period in 2021.

Staff costs and administrative expenses

Staff costs and administrative expenses have gone up by DKK 47.0m and amount to DKK 567.8m. Overall, staff costs inclusive of remuneration for the Executive Board and the Board of Directors have gone up by a total of DKK 24.5m. Quite extraordinarily, Sparekassen decided to give thanks in Q2 to its employees for their great contribution in the continued consolidation of Sparekassen by paying them a one-off amount (with the exception of the Executive Board). Adjusted for this one-off amount, the increase in total staff costs inclusive of

remuneration for the Executive Board and the Board of Directors comes to DKK 10.6m, or 3%, that is mainly related to pay and pension adjustments arising from collective agreements.

Other administrative expenses have gone up by DKK 22.5m to DKK 203.8m. This line item is affected by multiple non-recurring matters and investments primarily resulting from Sparekassen's new strategy "Towards New Goals". Adjusted for non-recurring matters, the increase in other administrative expenses amounts to around DKK 13.7m, which is primarily attributable to increases in IT costs, public relations expenses, heating and electricity expenses, etc.

Amortisation, depreciation and impairment losses on intangible assets and property, plant and equipment

Amortisation, depreciation and impairment losses on intangible assets and property, plant and equipment total DKK 34.4m, which is roughly the same as for the same period last year.

Impairment losses on loans and advances etc

Overall, these impairment losses represent an income of DKK 32.1m compared to DKK 21.4m for the same period in 2021. Credit quality of Sparekassen's customers is still considered fine, and the losses recorded are still small in scale. However, management add-ons are maintained at a relatively high level at 30 September 2022 when they have been increased to DKK 242.8m against DKK 227.4m at 30 June 2022 and DKK 219.3m at 31 December 2021. Overall, management add-ons related to the COVID-19 pandemic have been heavily reduced whereas new add-ons have been made for corporate customers particularly exposed to the supply

crisis and rising energy and raw material prices and for poor-quality private customers that have been hit by increasing energy prices and high inflation. Add-ons have also been made for customers with a high loan-to-value ratio on properties.

Profit from investments in associates and group enterprises

Profit from investments in associates and group enterprises primarily arises from Sparekassen's stake in Lollands Bank and the continuous value adjustment thereof to equity value, and profits or losses of the subsidiaries Ejendomsselskabet Sjælland-Fyn and Investeringselskabet Sjælland-Fyn. The line item stands at DKK 7.8m against DKK 29.0m for the same period last year. This development primarily relates to Ejendomsselskabet Sjælland-Fyn, which has made negative value adjustments of properties.

Profit for the period

Pre-tax profit for the period then amounts to DKK 347.5m against DKK 418.0m for the same period in 2021. Net profit amounts to DKK 276.4m against DKK 351.6m at 30 September 2021.

Interim financial statements

Q1-Q3 2022

Statement by Management on the Interim Report

The Board of Directors and the Executive Board have today considered and approved the Interim Report of Sparekassen Sjælland-Fyn A/S for the period 1 January to 30 September 2022.

The Interim Report of the Group has been prepared in accordance with International Accounting Standard (IAS) 34, Interim Financial Reporting, as adopted by the EU and Danish disclosure requirements for interim reports of listed financial companies. Sparekassen's

Interim Report and management commentary have been prepared in accordance with the Danish Financial Business Act. Furthermore, the Interim Report is presented in accordance with Danish disclosure requirements for interim reports of listed financial companies.

In our opinion, the Interim Report gives a true and fair view of the Group's and Sparekassen's financial position at 30 September 2022 and of their financial performance and the consoli-

dated cash flows for the period 1 January to 30 September 2022.

We believe that the management commentary contains a fair review of the affairs and conditions referred to therein, as well as a description of the most material risks and elements of uncertainty that may affect the Group and Sparekassen.

The Interim Report has not been audited or reviewed.

Holbæk 3. november 2022

Executive Board

Lars Petersson
Chief Executive Officer

Bruno Riis-Nielsen
Executive Officer of the Savings Bank

Lars Bolding
Executive Officer of the Savings Bank

Jan Mark Kolbye Jensen
Executive Officer of the Savings Bank

Board of Directors

Thomas Kullegaard
Chairman

Jakob Nørrekjær Andersson
Vice-Chairman

Erik Larsen

Otto Frederik Spliid

Torben Dalby Larsen

Per Olsen

Helle Lindhof Bjørnøe

Mads Wallin

Income statement

Sparekassen Sjælland-Fyn A/S (Group)					
Note	Amounts in DKK'000	Q1-Q3 2022	Q1-Q3 2021	Q1-Q3 2022	Q1-Q3 2021
4	Interest income calculated using the effective interest method	384,372	382,246	126,419	126,024
4	Other interest income	82,676	44,436	39,203	13,418
4a	Negative interest income	14,963	18,466	1,729	6,251
5	Interest expenses	40,094	36,799	13,917	13,596
5a	Positive interest expenses	73,489	67,577	20,738	23,805
	Net interest income	485,480	438,994	170,714	143,400
	Dividends on shares etc	26,451	18,193	0	0
6	Fees and commission income	502,517	478,388	166,900	156,156
	Fees and commission expenses	11,513	12,835	3,841	4,316
	Net interest and fee income	1,002,935	922,740	333,773	295,240
7	Market value adjustments	-83,269	21,155	12,304	12,777
	Other operating income	11,864	11,586	4,241	4,157
8	Staff costs and administrative expenses	579,086	534,222	188,064	176,279
	Amortisation, depreciation and impairment losses on intangible assets and property, plant and equipment	27,824	28,781	12,856	11,391
	Other operating expenses	12,625	13,438	4,318	4,278
9	Impairment losses on loans and advances etc	-30,934	-24,033	4,524	9,790
	Profit/loss on investments in associates and group enterprises	8,063	17,846	-2,836	8,841
	Profit before tax	350,992	420,919	137,720	119,278
	Income tax	74,589	69,274	31,431	20,732
	Profit after tax	276,403	351,645	106,289	98,546
	Earnings per share				
	Earnings per share (DKK)	14.9	19.3	5.8	5.4
	Diluted earnings per share (DKK)	14.9	19.3	5.8	5.4
	Distributed as follows:				
	Retained earnings (profit allocated to shareholders)	258,095	333,313	100,120	92,377
	Interest, hybrid core capital	18,308	18,332	6,169	6,169
	Total	276,403	351,645	106,289	98,546

Statement of comprehensive income

Sparekassen Sjælland-Fyn A/S (Group)					
Note	Amounts in DKK'000	Q1-Q3 2022	Q1-Q3 2021	Q1-Q3 2022	Q1-Q3 2021
	Profit for the period	276,403	351,645	106,289	98,546
	Other comprehensive income that may not be reclassified to profit or loss				
	Fair value adjustment of properties	0	0	0	0
	Tax related to fair value adjustment of properties	3	3	1	1
	Other comprehensive income that may be reclassified to profit or loss				
	Value adjustment of certain strategic shares	-13,765	1,173	-8,649	2,207
	Value adjustment of bonds at fair value through other comprehensive income	-71,433	0	-41,488	0
	Fair value adjustment of financial instruments entered into to hedge future cash flows ¹				
	- Value adjustment for the year	2,738	269	903	28
	- Tax on other comprehensive income	15,113	-317	8,929	-492
	Total other comprehensive income	-67,344	1,128	-40,304	1,744
	Total comprehensive income	209,059	352,773	65,985	100,290

¹ The fair value adjustment concerns a jointly controlled enterprise.

Balance sheet

Sparekassen Sjælland-Fyn A/S (Group)

Note	Amounts in DKK'000	30.09.2022	31.12.2021	30.09.2021
Assets				
	Cash and balances on demand at central banks	2,206,805	4,014,591	3,638,685
	Amounts owed by credit institutions and central banks	349,894	186,272	201,881
	Loans and other amounts owed at amortised cost	12,324,287	12,067,386	12,117,104
	Bonds at fair value	2,301,512	7,316,343	7,593,394
18	Bonds at amortised cost	7,143,781	0	500,412
	Shares etc	857,093	723,125	709,347
	Investments in associates	243,600	223,679	231,331
	Assets related to pooled plans	1,983,396	2,405,310	2,269,870
	Intangible assets	91,154	91,178	91,196
10	Total land and buildings	549,523	491,067	497,974
	<i>Investment property</i>	149,822	121,503	106,870
	<i>Owner-occupied property</i>	399,701	369,564	391,104
	Other property, plant and equipment	23,877	24,691	23,387
	Current tax assets	36,987	15,069	14,480
	Deferred tax assets	61,654	116,198	127,014
	Other assets	309,558	278,439	264,467
	Prepayments	46,073	47,405	53,441
	Total assets	28,529,194	28,000,753	28,333,983

Sparekassen Sjælland-Fyn A/S (Group)

Note	Amounts in DKK'000	30.09.2022	31.12.2021	30.09.2021
Equity and liabilities				
Liabilities other than provisions				
	Amounts owed to credit institutions and central banks	462,594	577,773	907,220
	Deposits and other debt	20,665,273	19,765,959	20,053,612
	Deposits in pooled plans	1,983,396	2,405,310	2,269,870
	Bonds issued at amortised cost	378,316	377,810	377,642
	Other liabilities	376,683	269,660	294,395
	Deferred income	44,264	40,109	44,925
	Total liabilities other than provisions	23,910,526	23,436,621	23,947,664
Provisions				
	Provisions for losses on guarantees etc	67,141	77,290	82,795
	Other provisions	19,667	21,254	21,347
	Total provisions	86,808	98,544	104,142
11	Subordinated loan capital	620,956	670,072	570,533
Equity				
12	Share capital	173,750	173,750	173,750
	Revaluation reserves	1,418	1,415	1,414
	Undistributable savings bank reserve, other reserves	561,378	561,378	561,378
	Retained earnings	2,788,362	2,673,085	2,589,108
	Total equity exclusive of hybrid core capital	3,524,908	3,409,628	3,325,650
	Hybrid core capital	385,996	385,888	385,994
	Total equity	3,910,904	3,795,516	3,711,644
	Total equity and liabilities	28,529,194	28,000,753	28,333,983

15 Contingent liabilities and assets

Statement of changes in equity

Sparekassen Sjælland-Fyn A/S (Group)

Note	Amounts in DKK'000	Share capital	Revaluation reserves	Undistributable savings bank reserve	Reserve for value adjustment of hedging instrument ¹	Dividend	Retained earnings	Total equity exclusive of hybrid core capital	Hybrid core capital	Total equity
	Equity at 1.1.2022	173,750	1,415	561,378	65	104,250	2,568,770	3,409,628	385,888	3,795,516
	Profit for the period	0	0	0	0	0	258,095	258,095	18,308	276,403
	Other comprehensive income that may not be reclassified to profit or loss									
	Tax related to fair value adjustment of properties	0	3	0	0	0	0	3	0	3
	Other comprehensive income that may be reclassified to profit or loss									
	Value adjustments of certain strategic shares	0	0	0	0	0	-13,765	-13,765	0	-13,765
	Value adjustment of bonds at fair value through other comprehensive income	0	0	0	0	0	-71,433	-71,433	0	-71,433
	Fair value adjustment of financial instruments entered into to hedge future cash flows, Value adjustment for the period	0	0	0	2,738	0	0	2,738	0	2,738
	Tax on other comprehensive income	0	0	0	-602	0	15,715	15,113	0	15,113
	Total other comprehensive income	0	3	0	2,136	0	-69,483	-67,344	0	-67,344
	Comprehensive income for the period	0	3	0	2,136	0	188,611	190,750	18,308	209,058
	Purchase of treasury shares	0	0	0	0	0	-15,427	-15,427	0	-15,427
	Sale of treasury shares	0	0	0	0	0	44,045	44,045	0	44,045
	Dividends paid	0	0	0	0	-104,250	162	-104,088	0	-104,088
	Interest paid on hybrid core capital	0	0	0	0	0	0	0	-18,200	-18,200
	Equity at 30.09.2022	173,750	1,418	561,378	2,201	0	2,786,162	3,524,908	385,996	3,910,904

¹ Reserve for value adjustment of hedging instrument concerns a jointly controlled enterprise.

Statement of changes in equity

Sparekassen Sjælland-Fyn A/S (Group)

Note	Amounts in DKK'000	Share capital	Revaluation reserves	Undistributable savings bank reserve	Reserve for value adjustment of hedging instrument ¹	Dividend	Retained earnings	Total equity exclusive of hybrid core capital	Hybrid core capital	Total equity
	Equity at 1.1.2021	173,750	1,411	561,378	-247	0	2,259,917	2,996,209	385,862	3,382,071
	Profit for the period	0	0	0	0	0	333,313	333,313	18,332	351,645
	Other comprehensive income that may not be reclassified to profit or loss									
	Tax related to fair value adjustment of properties	0	3	0	0	0	0	3	0	3
	Other comprehensive income that may be reclassified to profit or loss									
	Value adjustments of certain strategic shares	0	0	0	0	0	1,173	1,173	0	1,173
	Value adjustment of bonds at fair value through other comprehensive income	0	0	0	0	0	0	0	0	0
	Fair value adjustment of financial instruments entered into to hedge future cash flows, Value adjustment for the period	0	0	0	269	0	0	269	0	269
	Tax on other comprehensive income	0	0	0	-59	0	-258	-317	0	-317
	Total other comprehensive income	0	3	0	210	0	915	1,128	0	1,128
	Comprehensive income for the period	0	3	0	210	0	334,228	334,441	18,332	352,773
	Purchase of treasury shares	0	0	0	0	0	-5,000	-5,000	0	-5,000
	Sale of treasury shares	0	0	0	0	0	0	0	0	0
	Dividends paid	0	0	0	0	0	0	0	0	0
	Interest paid on hybrid core capital	0	0	0	0	0	0	0	-18,200	-18,200
	Equity at 30.09.2021	173,750	1,414	561,378	-37	0	2,589,145	3,325,650	385,994	3,711,644

¹ Reserve for value adjustment of hedging instrument concerns a jointly controlled enterprise.

Cash flow statement

Sparekassen Sjælland-Fyn A/S (Group)		
Note	Amounts in DKK'000	
	Q1-Q3 2022	Q1-Q3 2021
Comprehensive income for the period	276,403	351,645
Adjustment for amounts without cash flow effect		
Market value adjustment, shares	-11,521	-43,781
Market value adjustment, bonds	98,025	30,537
Impairment losses on loans and advances etc	-30,934	-24,033
Amortisation, depreciation and impairment losses on intangible assets and property, plant and equipment	26,034	28,781
Prepayments (net)	-1,147	-456
Provisions	-11,736	-13,292
Value adjustments of investment property	15,669	-14,152
Deferred income tax	74,589	69,274
Adjustment for amounts with cash flow effect		
Income tax paid	-26,438	-31,451
Cash flows from ordinary operating activities	408,944	353,072
Working capital changes		
Credit institutions	-115,179	348,837
Loans and advances adjusted for impairment losses etc for the period	-223,937	-141,168
Other assets and liabilities (net)	78,065	-57,898
Shares etc	-136,212	-97,447
Bonds at fair value	4,845,373	-1,774,551
Bonds at amortised cost	-7,143,781	-200,142
Deposits and other debt	899,314	52,671
Total working capital changes	-1,796,357	-1,869,698
Cash flows from operating activities	-1,387,413	-1,516,626

Sparekassen Sjælland-Fyn A/S (Group)		
Note	Amounts in DKK'000	
	Q1-Q3 2022	Q1-Q3 2021
Investing activities		
Additions, investments in associate	-13,760	-22,081
Purchase of intangible assets	-3,827	-4,240
Purchase of property, plant and equipment	-106,194	-106,203
Sale of property, plant and equipment	10,700	38,928
Cash flows from investing activities	-113,081	-93,596
Financing activities		
Bonds issued	0	180,000
Subordinated loan capital	-50,000	0
Treasury shares etc	28,618	-5,000
Interest paid on hybrid core capital	-18,200	-18,200
Dividend paid	-104,088	0
Cash flows from financing activities	-143,670	156,800
Increase/decrease in cash	-1,644,164	-1,453,422
Cash and cash equivalents at beginning of period	4,200,863	5,293,988
Cash and cash equivalents at end of period	2,556,699	3,840,566
Cash and cash equivalents		
Cash and balances on demand at central banks	2,206,805	3,638,685
Amounts owed by credit institutions and central banks	349,894	201,881
Cash and cash equivalents at end of period	2,556,699	3,840,566

Notes

Sparekassen Sjælland-Fyn A/S (Group)				
Note	Amounts in DKK'm	Q1-Q3 2022	Q1-Q3 2021	Financial year 2021
1	Financial highlights			
	Principal items of income statement			
	Net interest income	485	439	582
	Net interest and fee income	1,003	923	1,218
	Market value adjustments	-83	21	30
	Staff costs and administrative expenses	579	534	723
	Amortisation, depreciation and impairment losses on assets	28	29	36
	Impairment losses on loans and advances etc	-31	-24	-25
	Profit on investments in associates and group enterprises	8	18	22
	Income tax	75	69	87
	Profit for the period	276	352	444
	Principal items of balance sheet			
	Loans and advances	12,324	12,117	12,067
	Securities portfolio	10,302	8,803	8,039
	Deposits including pooled deposits	22,649	22,323	22,171
	Subordinated loan capital	621	571	670
	Equity	3,911	3,712	3,796
	Total assets	28,529	28,334	28,001

Sparekassen Sjælland-Fyn A/S (Group)				
Note	Q1-Q3 2022	Q1-Q3 2021	Financial year 2021	
	Financial ratios			
	Capital ratio ⁵	22.3	20.6	23.3
	Core capital ratio ⁵	18.6	17.3	19.7
	Return on equity before tax	9.1	11.9	14.8
	Return on equity after tax	7.2	9.9	12.4
	Operating income over operating expenses	1.60	1.76	1.70
	Interest rate risk relative to core capital net of deductions	0.4	0.2	0.2
	Currency position relative to core capital net of deductions	1.5	0.7	0.7
	Currency risk relative to core capital net of deductions	0.0	0.0	0.0
	Loans and advances plus loan impairment losses relative to deposits	56.8	56.7	56.9
	Loans and advances relative to equity	3.2	3.3	3.2
	Growth in loans and advances for the period	2.1	1.4	1.0
	Liquidity, LCR	377	471	501
	Total large exposures (<175 %)	78.7	83.6	68.6
	Impairment ratio for the period	-0.2	-0.1	-0.1
	Accumulated impairment ratio ¹	3.1	3.1	3.1
	Return on capital employed	1.0	1.3	1.6
	Earnings per share (DKK) ³	14.9	19.3	24.3
	Dividend per share (DKK)	-	-	6.0
	Book value per share (DKK) ²	203.2	193.3	198.1
	Price/earnings per share ³	10.2	7.1	6.8
	Price/equity per share ²	0.8	0.7	0.8
	Share price at end of period	153.0	136.5	165.0
	Staff			
	Average number of employees for the period converted into full-time employees ⁴	544	550	548

¹ Refer to note 9 for a specification of total impairment losses and provisions.

² Calculated based on the number of outstanding shares at end of period.

³ Calculated based on the average number of shares during the period.

⁴ Engaged in financial business.

⁵ Q1-Q3 2022 and Q1-Q3 2021 have been calculated exclusive of the profit for the period

Notes

2 Summary of significant accounting policies

The Interim Report for Q1-Q3 2022 has been presented in accordance with IAS 34. The presentation of interim financial statements is consistent with EU provisions and additional Danish disclosure requirements for interim reports of listed financial companies. Applying ISA 34 entails that presentation is more limited than in a complete annual report and that the measurement principles of the International Financial Reporting Standards (IFRS) have been used.

Because of the adoption of a new model for administering the bond portfolio earlier in the year and in addition to classifying bonds at fair value, Sparekassen decided to also apply the classification categories of bonds at amortised cost (held to maturity) and bonds at fair value through other comprehensive income.

Otherwise, the accounting policies remain unchanged with respect to those applied in the presentation of the consolidated financial statements for 2021.

Sparekassen's 2021 Annual Report and other reports on capital requirement, statutory report on corporate social responsibility etc can be found on this website: : www.spks.dk/regnskab

3 Significant judgements and estimates, assumptions and uncertainties

Measuring certain assets and liabilities is subject to management estimates of how future events affect the value of such assets and liabilities. Estimates, which are significant to the presentation of financial statements, are made, for example, when determining write-downs on impaired loans and advances, and provisions. The estimates used are based on assumptions which are considered reasonable by Management, but which are inherently uncertain.

Except for the addition below, the most significant judgements and estimates made by Management in using the Group's accounting policies and the related key sources of estimation uncertainty are the same used to prepare the interim financial statements for the year as those used to prepare the consolidated financial statements for 2021.

Classification of financial instruments

The financial assets are classified in the different measurement categories based on the new model for administering Sparekassen's bond portfolio. A judgement is made as to how the financial asset is administered and what the purpose of the portfolio is. Such judgement involves estimation.

Notes

		Sparekassen Sjælland-Fyn A/S (Group)	
Note	Amounts in DKK'000	Q1-Q3 2022	Q1-Q3 2021
4	Interest income		
	Credit institutions and central banks	1,456	492
	Loans and other amounts owed	382,568	380,860
	Bonds	44,364	21,744
	Total derivatives	38,312	22,692
	Thereof: - Interest rate contracts	38,616	23,428
	- Foreign exchange contracts	-304	-736
	Other interest income	348	894
	Total interest income	467,048	426,682
4a	Negative interest income		
	Credit institutions and central banks	11,636	9,328
	Bonds	3,327	9,138
	Total negative interest income	14,963	18,466
5	Interest expenses		
	Credit institutions and central banks	461	435
	Deposits and other debt	11,248	9,755
	Bonds issued	6,416	4,544
	Subordinated loan capital	21,230	20,818
	Other interest expenses	739	1,247
	Total interest expenses	40,094	36,799
5a	Positive interest expenses		
	Credit institutions and central banks	0	0
	Deposits and other debt	73,489	67,577
	Total positive interest expenses	73,489	67,577

		Sparekassen Sjælland-Fyn A/S (Group)	
Note	Amounts in DKK'000	Q1-Q3 2022	Q1-Q3 2021
6	Fees and commission income		
	Securities trading and custody accounts	60,086	59,870
	Payment services	57,269	46,397
	Loan fees	42,442	46,430
	Guarantee commission	173,575	162,813
	Custody services	61,589	56,450
	Other fees and commissions	107,556	106,428
	Total fees and commission income	502,517	478,388
7	Market value adjustments		
	Bonds	-98,025	-30,537
	Shares	11,521	43,781
	Investment property	-12,757	-1,823
	Foreign exchange	8,979	9,757
	Currency, interest rate, share, commodity and other contracts and derivatives	7,013	-23
	Assets related to pooled plans	-338,033	186,823
	Deposits in pooled plans	338,033	-186,823
	Total market value adjustments	-83,269	21,155
8	Staff costs and administrative expenses		
	Remuneration of the Board of Directors and Executive Board*		
	Board of Directors and Executive Board	15,993	12,730
	Total	15,993	12,730
	Staff costs		
	Wages and salaries	273,922	255,609
	Pension contributions	30,625	29,260
	Social security expenses	43,632	42,069
	Total staff costs	348,179	326,938
	Other administrative expenses	214,914	194,554
	Total staff costs and administrative expenses	579,086	534,222

* Board of Directors has been expanded from 3 to 4 persons in Q1 2022

Notes

Note	Amounts in DKK'000	Sparekassen Sjælland-Fyn A/S (Group)	
		30.09.2022	30.09.2021
9	Impairment losses on loans and advances and other receivables and provisions for guarantees and undrawn credit facilities (impairment account)		
	Stage 1 impairment		
	Balance of stage 1 impairment losses at beginning of period	105,974	126,232
	New impairment losses (net)	5,520	-4,795
	Balance of stage 1 impairment losses at end of period	111,494	121,437
	- Of which amounts owed by credit institutions and central banks	251	1
	Stage 2 impairment		
	Balance of stage 2 impairment losses at beginning of period	173,238	160,010
	New impairment losses (net)	11,907	10,097
	Balance of stage 2 impairment losses at end of period	185,145	170,107
	- Of which amounts owed by credit institutions and central banks	698	659
	Stage 3 impairment		
	Balance of stage 3 impairment losses at beginning of period	270,733	345,198
	New impairment losses (net)	-18,604	8,568
	Other changes	10,100	13,200
	Previously written down, now finally written off	26,876	112,730
	Balance of stage 3 impairment losses at end of period	235,353	254,236
	- Of which amounts owed by credit institutions and central banks	0	0

Note	Amounts in DKK'000	Sparekassen Sjælland-Fyn A/S (Group)	
		30.09.2022	30.09.2021
9	Impairment losses on loans and advances and other receivables and provisions for guarantees and undrawn credit facilities (impairment account)		
	Provisions losses for guarantees and undrawn credit facilities		
	Balance of provisions at beginning of year	98,284	115,954
	New provisions (net)	-8,286	-12,492
	Previously provided for, now finally written off	3,450	0
	Balance of provisions at end of period	86,548	103,462
	Total		
	Balance of impairment losses/provisions at beginning of period	648,229	747,394
	Impairment losses/provisions for the period (net)	-9,463	1,378
	Other changes	10,100	13,200
	Finally written off, previously written down/provided for	30,326	112,730
	Balance of impairment losses/provisions at end of period	618,540	649,242
	Impairment losses/provisions for the period (net)	-9,463	1,378
	Written off, not previously written down/provided for	4,751	4,973
	Recovery of claims previously written off	26,222	30,384
	Total recognised in the income statement	-30,934	-24,033

Notes

Sparekassen Sjælland-Fyn A/S (Group)

Note	Amounts in DKK'000	30.09.2022	31.12.2021	30.09.2021	
10 Land and buildings					
Investment property					
Fair value at beginning of period		121,503	122,048	122,048	
Additions		53,566	53,292	29,249	
Disposals		10,700	46,787	40,577	
Fair value adjustments for the period		-14,547	-7,050	-3,850	
Fair value at end of period		149,822	121,503	106,870	
Rental income		5,404	7,644	5,550	
Operating expenses		3,147	4,186	3,525	
Thereof, operating expenses recognised for investment property not having generated rental income for the year		1,431	1,335	813	
		Quoted prices	Observable input	Non-observable input	Total
Fair value hierarchy for investment property					
Group 30.09.2022		0	0	149,822	149,822
Group 31.12.2021		0	0	121,503	121,503
Group 30.09.2021		0	0	106,870	106,870

Sparekassen Sjælland-Fyn A/S (Group)

Note	Amounts in DKK'000	30.09.2022	31.12.2021	30.09.2021
10 Land and buildings (continued)				
Owner-occupied property				
Cost at beginning of period		379,701	318,342	318,342
Additions		40,878	71,718	68,854
Disposals		0	10,359	0
Cost at end of period		420,579	379,701	387,196
Accumulated depreciation/impairment losses at beginning of period		50,861	46,574	46,574
Depreciation for the period		2,087	396	1,946
Impairment losses for the period		3,900	5,850	3,750
Disposals for the period		1,790	1,959	1,649
Accumulated depreciation/impairment losses at end of period		55,058	50,861	50,621
Accumulated revaluation at beginning of period		1,447	1,447	1,447
Additions for the period		0	0	0
Disposals for the period		0	0	0
Accumulated revaluation at end of period		1,447	1,447	1,447
Revalued amount at end of period		366,968	330,287	338,022
If no revaluation had been made, the carrying amount of owner-occupied property would have been:		365,521	328,840	336,575

External experts have been involved in the valuation of owner-occupied property. Impairment losses for the year result from normal value adjustment arising from revaluation.

Notes

Sparekassen Sjælland-Fyn A/S (Group)

Note	Amounts in DKK'000	Quoted prices	Observable input	Non-observable input	Total
------	--------------------	---------------	------------------	----------------------	-------

10 Land and buildings (continued)

Fair value hierarchy for owneroccupied property

Group 30.09.2022	0	0	366,968	366,968
Group 31.12.2021	0	0	330,287	330,287
Group 30.09.2021	0	0	338,022	338,022

Investment properties and owner-occupied properties are measured at fair value/revalued amount calculated using a return-based model which is based on an estimate of prices per square metre and a required rate of return. A required rate of return ranging between 4.51 % and 13.28 % has been used in measuring properties located on Zealand and Funen and in Jutland (Q1-Q3 2021: 5.2 % and 13.28 %). An increase in the required rate of return would result in a decline in the property's fair value, whereas an increase in rent per square metre relative to the assumptions applied would result in an increase in the value of the property.

	30.09.2022	31.12.2021	30.09.2021
Owner-occupied property, revalued amount at period-end, see above	366,968	330,287	338,022
Owner-occupied property, leased assets	32,733	39,277	53,082
Total owner-occupied property, see balance sheet	399,701	369,564	391,104

Notes

Sparekassen Sjælland-Fyn A/S (Group)

Note	Amounts in DKK'000	Current interest rate	30.09.2022	31.12.2021	30.09.2021
1.1 Subordinated loan capital					
Supplementary capital					
Floating interest rate, maturing February 2027, redeemable in 2022, From 2022 to 2027, the interest rate will be six months CIBOR + 5.5% with half-yearly adjustment,	5.94 % ¹⁾	0	50,000	50,000	50,000
Floating interest rate, maturing in December 2027, redeemable in 2022, from 2022 to 2027, the interest rate will be six months' CIBOR + 4.39% with half-yearly adjustment,	4.75 % ¹⁾	50,000	50,000	50,000	50,000
Floating interest rate, maturing in June 2028, redeemable in 2023, from 2023 to 2028, the interest rate will be six months' CIBOR + 4.11% with half-yearly adjustment,	4.50 % ¹⁾	130,000	130,000	130,000	130,000
Floating interest rate, maturing in November 2028, redeemable in 2023, from 2023 to 2028, the interest rate will be six months' CIBOR + 4.24% with half-yearly adjustment,	4.75 % ¹⁾	41,000	41,000	41,000	41,000
Floating interest rate, maturing in June 2029, redeemable in 2024, from 2024 to 2029, the interest rate will be six months' CIBOR + 4.64% with half-yearly adjustment,	4.50 % ¹⁾	150,000	150,000	150,000	150,000
Floating interest rate, maturing in December 2029, redeemable in 2024, from 2024 to 2029, the interest rate will be six months' CIBOR + 4.51% with half-yearly adjustment,	4.45 % ¹⁾	152,000	152,000	152,000	152,000
Floating interest rate, maturing in August 2032, redeemable in 2027, the interest rate will be six months' CIBOR + 3.10% with half-yearly adjustment,	4.17 %	100,000	100,000	0	0
Total supplementary capital		623,000	673,000	573,000	
Total hybrid capital		0	0	0	
Total subordinated loan capital		623,000	673,000	573,000	
Costs of establishment are charged to profit or loss over the expected term to maturity		2,044	2,928	2,467	
Total subordinated loan capital according to balance sheet		620,956	670,072	570,533	

Sparekassen Sjælland-Fyn A/S (Group)

Note	Amounts in DKK'000	Current interest rate	30.09.2022	31.12.2021	30.09.2021
1.1 Subordinated loan capital (continued)					
Hybrid capital reclassified to equity					
Floating interest rate, perpetual, redeemable in 2022. From 2022, the interest rate will be six months' CIBOR + 6.39% with half-yearly adjustment.	6.75 % ¹⁾	55,000	55,000	55,000	55,000
Floating interest rate, perpetual, redeemable in 2023. From 2023, the interest rate will be six months' CIBOR + 6.11% with half-yearly adjustment.	6.50 % ¹⁾	280,000	280,000	280,000	280,000
Floating interest rate, perpetual, redeemable in 2023. From 2023, the interest rate will be six months' CIBOR + 5.74% with half-yearly adjustment.	6.25 % ¹⁾	41,000	41,000	41,000	41,000
Total hybrid capital, reclassified to equity		376,000	376,000	376,000	
Subordinated loan capital included in the calculation of capital resources		996,956	996,072	946,533	

1) Fixed interest rate for the first 5 years.

The Sparekassen Sjælland-Fyn A/S Group

All of the capital issuances mentioned for Sparekassen are included the capital resources of both the Parent Sparekassen Sjælland-Fyn A/S and the Group.

Notes

Note	Amounts in DKK'000	Sparekassen Sjælland-Fyn A/S (Group)		
		30.09.2022	31.12.2021	30.09.2021

11 Subordinated loan capital (continued)

Interest etc on subordinated loan capital

	30.09.2022	31.12.2021	30.09.2021
Interest (excluding interest on reclassified hybrid core capital recognised as equity)	21,230	28,073	20,818
Extraordinary repayments/redemptions/remortgaging	50,000	0	0
Expenses for raising subordinated loan capital	0	750	0
Expenses for redeeming subordinated loan capital	0	0	0

All of Sparekassen's capital issuances may be used to cover the capital requirements under the CRR/CRD IV rules. All capital not applied to cover the capital requirements of the CRR/CRD IV rules may be applied to fulfil the capital requirement addition under the 8+ approach.

Note	Amounts in DKK'000	Sparekassen Sjælland-Fyn A/S (Group)			
		Number of shares		Nominal value (DKK'000)	
		30.09.2022	30.09.2021	30.09.2022	30.09.2021

12 Share capital

Share capital, Sparekassen Sjælland-Fyn A/S	17,374,973	17,374,973	173,750	173,750
Total	17,374,973	17,374,973	173,750	173,750

	Number of shares	Nominal value (DKK'000)	Participation %
Treasury shares			
Treasury shares at 31.12.2020	131,313	1,313	0,8
Purchased	35,104	351	0,2
Sold	0	0	0,0
Treasury shares at 30.09.2021	166,417	1,664	1,0
Treasury shares at 31.12.2021	164,796	1,648	0,9
Purchased	87,143	871	0,5
Sold	221,939	2,219	1,3
Treasury shares at 30.09.2022	30,000	300	0,2

Total purchase price DKK 15,427 (Q1-Q3 2021: DKK 5,000)

Total selling price DKK 44,045 (Q1-Q3 2021: DKK 0)

The share capital consists of 17,374,973 shares of a nominal value of DKK 10. The shares have been fully paid up. The shares have not been divided into classes and carry no special rights. Sparekassen's treasury share portfolio consists of 30,000 shares, corresponding to 0.2 % of the share capital. The shares were acquired as part of ordinary trading.

Sparekassen has been authorised by the general meeting to acquire treasury shares for up to 2% of the share capital. Sparekassen has been permitted by the Danish FSA to acquire treasury shares for DKK 10m in market value until 1. february 2023.

Notes

		Sparekassen Sjælland-Fyn A/S (Group)	
Note	Amounts in DKK'000	30.09.2022	30.09.2021
12	Share capital (continued)		
	Earnings per share		
	Earnings of shareholders of the Parent Sparekassen Sjælland-Fyn A/S	258,095	333,313
	Average number of shares	17,374,973	17,374,973
	Average number of treasury shares	81,703	143,014
	Average number of shares outstanding	17,293,270	17,231,959
	Average dilution effect of outstanding share options	0	0
	Average number of outstanding shares (diluted)	17,293,270	17,231,959
	Earnings per share (DKK)	14.9	19.3
	Diluted earnings per shares (DKK)	14.9	19.3

		Sparekassen Sjælland-Fyn A/S (Group)		
Note	Amounts in DKK'000	30.09.2022	31.12.2021	30.09.2021
13	Assets provided as collateral			
	Bonds deposited with Danmarks Nationalbank, clearing centres etc	1,443,530	1,731,376	1,694,233
	Cash deposited with credit institutions, CSA agreements	3,806	22,544	22,544
	Loss limit towards the Danish Growth Fund	257	259	259
	Total	1,447,593	1,754,179	1,717,036

Unencumbered deposited securities may be released at call

14 Related party transactions

Sparekassen serves as bank to the Group's group enterprises, and intra-group transactions primarily comprise interest payments, settlement of rent and administration fee. All transactions have been conducted at arm's length.

There have been no unusual related party transactions in Q1-Q3 2022.

Notes

Sparekassen Sjælland-Fyn A/S (Group)

Note	Amounts in DKK'000	30.09.2022	31.12.2021	30.09.2021
15	Contingent liabilities and assets			
	Financial guarantees	324,961	359,772	316,106
	Mortgage finance guarantees	2,484,491	2,921,169	2,957,872
	Registration and remortgaging guarantees	5,862	3,439	12,597
	Other contingent liabilities	3,596,268	3,955,724	4,178,805
	Total	6,411,582	7,240,104	7,465,380

Other contingent liabilities include performance guarantees and other contingent liabilities, including commitments towards the Danish Deposit Guarantee Fund (guarantee capital).

Sparekassen's participation in the data centre Bankdata implies that, in the event of withdrawal, it is obliged to pay a withdrawal compensation. Like other Danish financial institutions, Sparekassen is subject to the Danish Deposit Guarantee Fund and is so obliged, together with other financial institutions, to cover depositors' balances etc of up to EUR 100k with financial institutions in the process of liquidation or bankruptcy.

The Parent participates in a Danish joint taxation arrangement with its subsidiaries. According to the joint taxation provisions of the Danish Corporation Tax Act, Sparekassen is therefore liable for income taxes etc for the jointly taxed companies, and for obligations, if any, relating to the withholding of tax on interest, royalties and dividend for the jointly taxed companies. Together with Investeringselskabet Sjælland-Fyn A/S and Leasing Fyn Faaborg A/S, Sparekassen Sjælland-Fyn A/S is jointly registered for VAT and payroll tax.

Totalkredit loans arranged by the Group from 2007 are subject to an agreed right of set-off against future current commissions which Totalkredit may enforce if any losses are recorded on the loans arranged. Sparekassen does not expect that this right of set-off will have a material effect on its financial position.

Except for ordinary contracts of employment with its staff, Sparekassen does not have any other significant obligating arrangements. Due to its business activities, Sparekassen is or may be party to different lawsuits or disputes. Sparekassen assesses the risk in each case, and any necessary provisions are recorded under provisions.

No other contingent liabilities are estimated to exist that have not been recognised as relevant in the balance sheet.

Sparekassen Sjælland-Fyn A/S (Group)

Note	Amounts in DKK'000	30.09.2022	31.12.2021	30.09.2021
15	Contingent liabilities and assets (continued)			
	Contingent assets, group			
	Deferred tax assets, written down	41,196	43,905	44,996

Deferred tax assets have been partially written down as it is difficult to document with sufficient certainty that they can be used in full within the foreseeable future. Subsequent use of the written-down asset is not subject to any time limits.

Notes

Sparekassen Sjælland-Fyn A/S (Group)

Note	Amounts in DKK'000	30.09.2022	31.12.2021	30.09.2021
16 Capital resources				
Equity excluding hybrid core capital		3,524,908	3,409,628	3,325,650
Intangible assets		-91,154	-91,178	-91,196
Deferred tax assets		-61,654	-116,197	-127,014
Proposed dividend		0	-104,250	0
Deduction, capital instruments		-443,373	-290,162	-356,713
Other additions/deductions		-171,021	169,307	-170,241
Common Equity Tier 1 capital		2,757,706	2,977,148	2,580,486
Hybrid core capital		376,000	376,000	376,000
Core capital (including hybrid core capital) net of primary deductions		3,133,706	3,353,148	2,956,486
Supplementary capital		620,956	620,072	570,533
Capital resources		3,754,661	3,973,218	3,527,019
Risk exposures				
Credit risk		14,193,436	14,147,509	14,127,867
Market risk		419,795	829,270	937,238
Operational risk		2,211,099	2,039,764	2,039,764
Total risk exposures		16,824,330	17,016,542	17,104,869
Capital ratio		22.3	23.3	20.6
Core capital ratio		18.6	19.7	17.3
Common Equity Tier 1 capital ratio		16.4	17.5	15.1
Capital resources, requirement under Section 124(2) of the Danish Financial Business Act		1,345,946	1,361,323	1,368,390

Sparekassen's capital resources and capital ratios calculated inclusive of transitional scheme and exclusive of net profit for the period at 30.09.2022 and 30.09.2021.

Had net profit for the period, reduced by the target dividend payment stated in the dividend policy, been included in capital resources, the capital ratio, the core capital ratio and the common equity tier 1 capital ratio would have been 1.0 percentage points higher (30.09.2021: capital ratio, core capital ratio and common equity tier 1 capital ratio 1.7 percentage points higher).

Sparekassen Sjælland-Fyn A/S (Group)

Note	Amounts in DKK'000	30.09.2022	31.12.2021	30.09.2021
16 Capital resources (continued)				
Solvency capital elements calculated exclusive of transitional scheme				
Common Equity Tier 1 capital		2,647,296	2,812,136	2,398,086
Core capital (including hybrid core capital) net of primary deductions		3,023,296	3,188,136	2,774,086
Capital resources		3,644,251	3,808,207	3,344,620
Total risk exposures		16,958,753	16,928,953	17,006,710
Capital ratio		21.5	22.5	19.7
Core capital ratio		17.8	18.8	16.3
Common Equity Tier 1 capital ratio		15.6	16.6	14.1

Sparekassen's capital resources and capital ratios calculated inclusive of transitional scheme and exclusive of net profit for the period at 30.09.2022 and 30.09.2021. Had net profit for the period, reduced by the target dividend payment stated in the dividend policy, been included in capital resources, the capital ratio, the core capital ratio and the common equity tier 1 capital ratio would have been 1.0 percentage points higher (30.09.2021: capital ratio, core capital ratio and common equity tier 1 capital ratio 1.8 percentage points higher).

Notes

Sparekassen Sjælland-Fyn A/S (Group)

Note	Amounts in DKK'000	30.09.2022			30.09.2021		
		Fair value through profit or loss	Fair value through other comprehensive income	Amortised costs	Fair value through profit or loss	Fair value through other comprehensive income	Amortised costs
17	Financial assets and liabilities, Sparekassen Sjælland-Fyn A/S Group						
	Financial assets and liabilities are recognised in the balance sheet either at fair value through profit or loss or at amortised cost.						
	Below, the valuation method is stated for each financial statement item.						
	Financial assets						
	Cash and balances on demand at central banks			2,206,805			3,638,685
	Amounts owed by credit institutions and central banks			349,894			201,881
	Loans and other amounts owed at amortised cost			12,324,287			12,117,104
	Bonds at fair value	1,913,253	388,259		7,593,394	0	
	Bonds at amortised cost			7,143,781			500,412
	Shares etc	769,778	87,315		608,475	100,872	
	Assets in pooled plans	1,983,396			2,269,870		
	Positive market value, derivatives	41,931			32,185		
	Total financial assets	4,708,358	475,574	22,024,767	10,503,924	100,872	16,458,082
	Financial liabilities						
	Amounts owed to credit institutions and central banks			462,594			907,220
	Deposits and other debt			20,665,273			20,053,612
	Deposits in pooled plans	1,983,396			2,269,870		
	Bonds issued at amortised cost			378,316			377,642
	Subordinated loan capital			620,956			570,533
	Negative market value of derivatives	38,691			31,725		
	Total financial liabilities	2,022,087	0	22,127,139	2,301,595	0	21,909,007

Notes

Sparekassen Sjælland-Fyn A/S (Group)

Note

17 Financial assets and liabilities, Sparekassen Sjælland-Fyn A/S Group (continued)

Financial instruments recognised at fair value

Financial instruments are measured based on quoted prices in active markets (Level 1), on generally accepted valuation models with observable market data (Level 2) or on available data that is observable only to a limited extent (Level 3).

Measurement of financial instruments for which prices are quoted in active markets or which is based on generally accepted valuation models with observable market data is not subject to significant estimates.

For financial instruments the measurement of which is based on available data that only to a limited extent is observable market data, such measurement is subject to estimates. Shares etc in Levels 2 and 3 primarily comprise unlisted shares in sector companies and unlisted investment fund certificates.

For unlisted shares in the form of shares in sector-owned companies where such shares are reallocated, such reallocation is considered to be the primary market of the shares. Fair value is determined as the reallocation price, and the shares are included as Level 2 input (observable prices).

For other unlisted shares in sector-owned companies for which observable input is not directly available, measurement is subject to estimates which include information from the companies' financial statements, experience from trading in shares in the relevant companies and input from a qualified external party. The industry association Lokale Pengeinstitutter (LOPI) recommends quarterly fair values of some of the so-called sector shares, meaning the shares held by the banks to participate actively in the infrastructure and the ranges of products supporting the business foundation of the sector. The prices recommended by LOPI are based on shareholders' agreements and transactions conducted in the sector.

Sparekassen makes an independent assessment of the prices recommended and verifies consistency with transactions conducted and financial statements published. Sparekassen estimates that alternative methods for measuring fair value of these shares will not led to much different fair values.

Sparekassen Sjælland-Fyn A/S (Group)

Note	Amounts in DKK'000	Quoted prices (Level 1)	Observable input (Level 2)	Non-observable input (Level 3)	Total
17 Financial assets and liabilities, Sparekassen Sjælland-Fyn A/S Group (continued)					
Fair value hierarchy of financial instruments measured at fair value in balance sheet					
30.09.2022					
Financial assets					
	Bonds at fair value	2,301,512	0	0	2,301,512
	Shares etc	128,893	649,101	79,099	857,093
	Assets related to pooled plans	1,975,569	7,827	0	1,983,396
	Derivatives	0	41,931	0	41,931
	Total financial assets	4,405,974	698,859	79,099	5,183,932
Financial liabilities					
	Deposits in pooled plans	0	1,983,396	0	1,983,396
	Derivative financial liabilities	0	38,691	0	38,691
	Total financial liabilities	0	2,022,087	0	2,022,087
30.09.2021					
Financial assets					
	Bonds at fair value	7,593,394	0	0	7,593,394
	Shares etc	130,067	515,534	63,746	709,347
	Assets related to pooled plans	2,262,946	6,924	0	2,269,870
	Derivatives	0	32,185	0	32,185
	Total financial assets	9,986,407	554,643	63,746	10,604,796
Financial liabilities					
	Deposits in pooled plans	0	2,269,870	0	2,269,870
	Derivative financial liabilities	0	31,725	0	31,725
	Total financial liabilities	0	2,301,595	0	2,301,595

Notes

Sparekassen Sjælland-Fyn A/S (Group)

Note	Amounts in DKK'000	30.09.2022	30.09.2021
17	Financial assets and liabilities, Sparekassen Sjælland-Fyn A/S Group (continued)		
	Financial instruments measured at fair value in balance sheet based on Level 3		
	Carrying amount at beginning of period	67,997	45,059
	Market value adjustment in profit or loss, under market value adjustments	515	229
	Purchased	13,645	18,973
	Sold	3,058	515
	Carrying amount at end of period	79,099	63,746

No financial instruments were transferred among the different levels. There are no financial instruments for which it has not been possible to measure fair value reliably. If the classification of a financial instrument has changed compared to the beginning of the financial period, such change is deemed to have taken place at the end of the financial period.

Sparekassen Sjælland-Fyn A/S (Group)

Note	
17	Financial assets and liabilities, Sparekassen Sjælland-Fyn A/S Group (continued)
	Financial instruments recognised at amortised cost
	The predominant portion of the Group's receivables, loans and advances and deposits cannot be transferred without the customers' prior consent, and no active market exists for trading in such financial instruments. Fair value estimates are based on factors where changes have occurred in market conditions subsequent to initial recognition of the instrument that are of relevance to the price which would have been agreed had the terms and conditions been agreed on the balance sheet date. Other parties might reach another amount for such estimates.
	The data on fair value of financial instruments recognised at amortised cost is based on the following assessments:

- If a quoted market price exists for a financial instrument, such price is used. This is the case for bonds measured at amortised cost.
- For some of the Group's deposits and loans and advances etc, the interest rate relies on developments in interest rates. Therefore, the fair value is essentially deemed to be consistent with the carrying amount.
- The fair value of loans and advances has been determined based on an informed estimate that is built on the Group regularly changing its loan covenants to match current market conditions. For loans and advances, the impairment losses recognised are considered to correspond to fair value adjustments of the credit risk. The difference relative to fair values is composed entirely of fees and commission received but not recognised.
- Fair value of amounts owed by credit institutions and central banks is determined using the same method as for loans and advances.
- The fair value of deposits, bonds issued and subordinated loan capital is deemed to be equivalent, in all material respects, with the carrying amount.

Notes

Sparekassen Sjælland-Fyn A/S (Group)

Note	Amounts in DKK'000	30.09.2022		30.09.2021	
		Carrying amount	Fair value	Carrying amount	Fair value
17	Financial assets and liabilities, Sparekassen Sjælland-Fyn A/S Group (continued)				
	Financial instruments recognised at amortised cost, disclosures on fair value				
	Financial assets				
	Cash and balances on demand at central banks	2,206,805	2,206,805	3,638,685	3,638,685
	Amounts owed by credit institutions and central banks	349,894	349,894	201,881	201,881
	Loans and advances and other amounts owed at amortised cost	12,324,287	12,380,388	12,117,104	12,175,952
	Bonds at amortised cost	7,143,781	6,920,563	500,412	500,563
	Total financial assets	22,024,767	21,857,650	16,458,082	16,517,081
	Financial liabilities				
	Amounts owed to credit institutions and central banks	462,594	462,594	907,220	907,220
	Deposits and other debt	20,665,273	20,665,273	20,053,612	20,053,612
	Bonds issued at amortised cost	378,316	378,316	377,642	377,642
	Subordinated loan capital	620,956	620,956	570,533	570,533
	Total financial liabilities	22,127,139	22,127,139	21,909,007	21,909,007

Sparekassen Sjælland-Fyn A/S (Group)

Note	Amounts in DKK'000	30.09.2022		30.09.2021	
18	Bonds at amortised cost				
	Carrying amount of bonds at amortised cost	7,143,781		500,412	
	Fair value of bonds	6,920,563		500,563	
	Fair value of bonds at amortised cost relative to carrying amount	-223,218		151	

Income statement

		Sparekassen Sjælland-Fyn A/S (Parent)			
Note	Amounts in DKK'000	Q1-Q3 2022	Q1-Q3 2021	Q1-Q3 2022	Q1-Q3 2021
4	Interest income calculated using the effective interest method	360,870	362,533	118,572	119,764
4	Other interest income	82,676	44,435	39,204	13,417
4a	Negative interest income	14,963	18,466	1,729	6,251
5	Interest expenses	41,524	37,902	14,392	14,043
5a	Positive interest expenses	73,966	68,298	20,987	24,069
	Net interest income	461,025	418,898	162,642	136,956
	Dividends on shares etc	26,357	18,193	0	0
6	Fees and commission income	503,907	479,899	167,378	156,696
	Fees and commission expenses	11,377	12,653	3,799	4,251
	Net interest and fee income	979,912	904,337	326,221	289,401
7	Market value adjustments	-66,956	22,943	18,302	9,563
	Other operating income	3,277	3,517	983	1,513
8	Staff costs and administrative expenses	567,753	520,781	184,309	172,384
	Amortisation, depreciation and impairment losses on intangible assets and property, plant and equipment	34,438	34,622	12,344	11,348
	Other operating expenses	6,377	7,804	2,121	1,582
9	Impairment losses on loans and advances etc	-32,082	-21,392	3,457	10,269
	Profit/loss on investments in associates and group enterprises	7,752	29,001	-6,674	13,454
	Profit before tax	347,500	417,983	136,602	118,348
	Income tax	71,097	66,338	30,313	19,802
	Profit after tax	276,403	351,645	106,289	98,546
	Earnings per share				
	Earnings per share (DKK)	14.9	19.3	5.8	5.4
	Diluted earnings per share (DKK)	14.9	19.3	5.8	5.4
	Distributed as follows:				
	Retained earnings (profit allocated to shareholders)	258,095	333,313	100,120	92,377
	Interest, hybrid core capital	18,308	18,332	6,169	6,169
	Total	276,403	351,645	106,289	98,546

Statement of comprehensive income

		Sparekassen Sjælland-Fyn A/S (Parent)			
Note	Amounts in DKK'000	Q1-Q3 2022	Q1-Q3 2021	Q1-Q3 2022	Q1-Q3 2021
	Profit for the period	276,403	351,645	106,289	98,546
	Other comprehensive income that may not be reclassified to profit or loss				
	Fair value adjustment of properties	0	0	0	0
	Tax related to fair value adjustment of properties	3	3	1	1
	Other comprehensive income that may be reclassified to profit or loss				
	Value adjustment of certain strategic shares	-13,765	1,173	-8,649	2,207
	Value adjustment of bonds at fair value through other comprehensive income	-71,433	0	-41,488	0
	Fair value adjustment of financial instruments entered into to hedge future cash flows ¹				
	- Value adjustment for the year	2,738	269	903	28
	- Tax on other comprehensive income	15,113	-317	8,929	-492
	Total other comprehensive income	-67,344	1,128	-40,304	1,744
	Total comprehensive income	209,059	352,773	65,985	100,290

¹ The fair value adjustment concerns a jointly controlled enterprise.

Balance

Sparekassen Sjælland-Fyn A/S (Parent)

Note	Amounts in DKK'000	30.09.2022	31.12.2021	30.09.2021
Assets				
	Cash and balances on demand at central banks	2,206,805	4,014,591	3,638,685
	Amounts owed by credit institutions and central banks	348,207	178,888	189,924
	Loans and other amounts owed at amortised cost	12,269,935	11,957,157	12,290,130
	Bonds at fair value	2,301,512	7,316,343	7,593,394
12	Bonds at amortised cost	7,143,781	0	500,412
	Shares etc	853,874	720,095	709,347
	Investments in associates	199,281	180,367	189,084
	Investments in group enterprises	579,069	584,092	375,496
	Assets related to pooled plans	1,983,396	2,405,310	2,269,870
	Intangible assets	91,154	91,178	91,196
	Total land and buildings	174,069	186,085	191,856
	<i>Investment property</i>	0	1,820	1,820
	<i>Owner-occupied property</i>	174,069	184,265	190,036
	Other property, plant and equipment	23,877	24,691	23,387
	Current tax assets	43,662	18,252	19,900
	Deferred tax assets	51,689	106,232	117,751
	Other assets	262,822	243,700	218,195
	Prepayments	48,066	49,177	54,617
	Total assets	28,581,201	28,076,158	28,473,244

Sparekassen Sjælland-Fyn A/S (Parent)

Note	Amounts in DKK'000	30.09.2022	31.12.2021	30.09.2021
Equity and liabilities				
Liabilities other than provisions				
	Amounts owed to credit institutions and central banks	461,818	576,884	906,271
	Deposits and other debt	20,664,502	19,790,329	20,148,920
	Deposits in pooled plans	1,983,396	2,405,310	2,269,870
	Bonds issued at amortised cost	378,316	377,810	377,642
	Other liabilities	457,424	348,744	366,003
	Deferred income	17,078	12,949	18,219
	Total liabilities other than provisions	23,962,534	23,512,026	24,086,925
Provisions				
	Provisions for losses on guarantees etc	67,141	77,290	82,795
	Other provisions	19,667	21,254	21,347
	Total provisions	86,808	98,544	104,142
	Subordinated loan capital	620,956	670,072	570,533
Equity				
	Share capital	173,750	173,750	173,750
	Revaluation reserves	1,418	1,415	1,414
	Undistributable savings bank reserve, other reserves	561,378	561,378	561,378
	Retained earnings	2,788,362	2,673,085	2,589,108
	Total equity exclusive of hybrid core capital	3,524,908	3,409,628	3,325,650
	Hybrid core capital	385,996	385,888	385,994
	Total equity	3,910,904	3,795,516	3,711,644
	Total equity and liabilities	28,581,201	28,076,158	28,473,244

Statement of changes in equity

Sparekassen Sjælland-Fyn A/S (Parent)

Note	Amounts in DKK'000	Share capital	Revaluation reserves	Undistributable savings bank reserve	Reserve for value adjustment of hedging instrument ¹	Dividend	Retained earnings	Total equity exclusive of hybrid core capital	Hybrid core capital	Total equity
	Equity at 1.1.2022	173,750	1,415	561,378	65	104,250	2,568,770	3,409,628	385,888	3,795,516
	Profit for the period	0	0	0	0	0	258,095	258,095	18,308	276,403
	Other comprehensive income that may not be reclassified to profit or loss									
	Tax related to fair value adjustment of properties	0	3	0	0	0	0	3	0	3
	Other comprehensive income that may be reclassified to profit or loss									
	Value adjustments of certain strategic shares	0	0	0	0	0	-13,765	-13,765	0	-13,765
	Value adjustment of bonds at fair value through other comprehensive income	0	0	0	0	0	-71,433	-71,433	0	-71,433
	Fair value adjustment of financial instruments entered into to hedge future cash flows, Value adjustment for the period	0	0	0	2,738	0	0	2,738	0	2,738
	Tax on other comprehensive income	0	0	0	-602	0	15,715	15,113	0	15,113
	Total other comprehensive income	0	3	0	2,136	0	-69,483	-67,344	0	-67,344
	Comprehensive income for the period	0	3	0	2,136	0	188,611	190,750	18,308	209,058
	Purchase of treasury shares	0	0	0	0	0	-15,427	-15,427	0	-15,427
	Sale of treasury shares	0	0	0	0	0	44,045	44,045	0	44,045
	Dividends paid	0	0	0	0	-104,250	162	-104,088	0	-104,088
	Interest paid on hybrid core capital	0	0	0	0	0	0	0	-18,200	-18,200
	Equity at 30.09.2022	173,750	1,418	561,378	2,201	0	2,786,161	3,524,908	385,996	3,910,904

¹ Reserve for value adjustment of hedging instrument concerns a jointly controlled enterprise.

Statement of changes in equity

Sparekassen Sjælland-Fyn A/S (Parent)

Note	Amounts in DKK'000	Share capital	Revaluation reserves	Undistributable savings bank reserve	Reserve for value adjustment of hedging instrument ¹	Dividend	Retained earnings	Total equity exclusive of hybrid core capital	Hybrid core capital	Total equity
	Equity at 1.1.2022	173,750	1,411	561,378	-247	0	2,259,917	2,996,209	385,862	3,382,071
	Profit for the period	0	0	0	0	0	333,313	333,313	18,332	351,645
	Other comprehensive income that may not be reclassified to profit or loss									
	Tax related to fair value adjustment of properties	0	3	0	0	0	0	3	0	3
	Other comprehensive income that may be reclassified to profit or loss									
	Value adjustments of certain strategic shares	0	0	0	0	0	1,173	1,173	0	1,173
	Fair value adjustment of financial instruments entered into to hedge future cash flows: Value adjustment for the period	0	0	0	269	0	0	269	0	269
	Tax on other comprehensive income	0	0	0	-59	0	-258	-317	0	-317
	Total other comprehensive income	0	3	0	210	0	915	1,128	0	1,128
	Comprehensive income for the period	0	3	0	210	0	334,228	334,441	18,332	352,773
	Purchase of treasury shares	0	0	0	0	0	-5,000	-5,000	0	-5,000
	Sale of treasury shares	0	0	0	0	0	0	0	0	0
	Dividends paid	0	0	0	0	0	0	0	0	0
	Interest paid on hybrid core capital	0	0	0	0	0	0	0	-18,200	-18,200
	Equity at 30.09.2021	173,750	1,414	561,378	-37	0	2,589,145	3,325,650	385,994	3,711,644

¹ Reserve for value adjustment of hedging instrument concerns a jointly controlled enterprise.

Notes

		Sparekassen Sjælland-Fyn A/S (Parent)		
Note	Beløb i mio. kr.	Q1-Q3 2022	Q1-Q3 2021	Financial year 2021
1	Financial highlights			
	Principal items of income statement			
	Net interest income	461	419	555
	Net interest and fee income	980	904	1,193
	Market value adjustments	-67	23	35
	Staff costs and administrative expenses	568	521	705
	Amortisation, depreciation and impairment losses on assets	34	35	46
	Impairment losses on loans and advances etc	-32	-21	-16
	Profit on investments in associates and group enterprises	8	29	41
	Income tax	71	66	85
	Profit for the period	276	352	444
	Principal items of balance sheet			
	Loans and advances	12,270	12,290	11,957
	Securities portfolio	10,299	8,803	8,036
	Deposits including pooled deposits	22,648	22,419	22,196
	Subordinated loan capital	621	571	670
	Equity	3,911	3,712	3,796
	Total assets	28,581	28,473	28,076

		Sparekassen Sjælland-Fyn A/S (Parent)		
		Q1-Q3 2022	Q1-Q3 2021	Financial year 2021
	Financial ratios			
	Capital ratio ⁵	22.3	20.6	23.3
	Core capital ratio ⁵	18.6	17.3	19.7
	Return on equity before tax	9.0	11.8	14.7
	Return on equity after tax	7.2	9.9	12.4
	Operating income over operating expenses	1.60	1.77	1.71
	Interest rate risk relative to core capital net of deductions	0.3	0.0	0.0
	Currency position relative to core capital net of deductions	1.5	0.7	0.7
	Currency risk relative to core capital net of deductions	0.0	0.0	0.0
	Loans and advances plus loan impairment losses relative to deposits	56.4	57.2	56.3
	Loans and advances relative to equity	3.1	3.3	3.2
	Growth in loans and advances for the period	2.6	1.8	-0.9
	Liquidity, LCR	377	471	501
	Total large exposures (<175 %)	78.3	83.2	68.3
	Impairment ratio for the period	-0.2	-0.1	-0.1
	Accumulated impairment ratio ¹	3.0	3.0	3.1
	Return on capital employed	1.0	1.3	1.6
	Earnings per share (DKK) ³	14.9	19.3	24.3
	Dividend per share (DKK)	0.0	0.0	6.0
	Book value per share (DKK) ²	203.2	193.3	198.1
	Price/earnings per share ³	10.2	7.1	6.8
	Price/equity per share ²	0.8	0.7	0.8
	Share price at end of period	153.0	136.5	165.0
	Staff			
	Average number of employees for the period converted into full-time employees ⁴	544	550	548

¹ Refer to note 9 for a specification of total impairment losses and provisions.

² Calculated based on the number of outstanding shares at end of period.

³ Calculated based on the average number of shares during the period.

⁴ Engaged in financial business.

⁵ Q1-Q3 2022 and Q1-Q3 2021 have been calculated exclusive of the profit for the period.

Notes

2 Summary of significant accounting policies

The Q1-Q3 2022 financial statements of Sparekassen (Parent) have been prepared in accordance with the Danish Executive Order on Financial Reports for Credit Institutions and Investment Companies, etc, as well as additional Danish disclosure requirements for interim reports for listed financial companies.

Because of the adoption of a new model for administering the bond portfolio earlier in the year and in addition to classifying bonds at fair value, Sparekassen decided to also apply the classification categories of bonds at amortised cost (held to maturity) and bonds at fair value through other comprehensive income.

Otherwise, the accounting policies remain unchanged with respect to those applied in the presentation of the parent financial statements for 2021.

Sparekassen's 2021 Annual Report and other reports on capital requirement, statutory report on corporate social responsibility etc can be found on this website: www.spks.dk/regnskab

3 Significant judgements and estimates, assumptions and uncertainties

Measuring certain assets and liabilities is subject to management estimates of how future events affect the value of such assets and liabilities. Estimates, which are significant to the presentation of financial statements, are made, for example, when determining write-downs on impaired loans and advances, and provisions. The estimates used are based on assumptions which are considered reasonable by Management, but which are inherently uncertain.

Except for the addition below, the most significant judgements and estimates made by Management in using Sparekassen's accounting policies and the related key sources of estimation uncertainty are the same used to prepare the interim financial statements for the year as those used to prepare the parent financial statements for 2021.

Classification of financial instruments

The financial assets are classified in the different measurement categories based on the new model for administering Sparekassen's bond portfolio. A judgement is made as to how the financial asset is administered and what the purpose of the portfolio is. Such judgement involves estimation.

Notes

		Sparekassen Sjælland-Fyn A/S (Parent)	
Note	Amounts in DKK'000	Q1-Q3 2022	Q1-Q3 2021
4	Interest income		
	Credit institutions and central banks	1,344	397
	Loans and other amounts owed	359,384	361,382
	Bonds	44,364	21,744
	Total derivatives	38,312	22,691
	Thereof: - Interest rate contracts	38,616	23,428
	- Foreign exchange contracts	-304	-736
	Other interest income	142	754
	Total interest income	443,546	406,968
4a	Negative interest income		
	Credit institutions and central banks	11,636	9,328
	Bonds	3,327	9,138
	Total negative interest income	14,963	18,466
5	Interest expenses		
	Credit institutions and central banks	453	434
	Deposits and other debt	11,248	9,755
	Bonds issued	6,416	4,544
	Subordinated loan capital	21,230	20,818
	Other interest expenses	2,178	2,351
	Total interest expenses	41,524	37,902
5a	Positive interest expenses		
	Credit institutions and central banks	0	0
	Deposits and other debt	73,966	68,298
	Total positive interest expenses	73,966	68,298

		Sparekassen Sjælland-Fyn A/S (Parent)	
Note	Amounts in DKK'000	Q1-Q3 2022	Q1-Q3 2021
6	Fees and commission income		
	Securities trading and custody accounts	60,086	59,870
	Payment services	57,269	46,397
	Loan fees	42,442	46,430
	Guarantee commission	173,575	162,813
	Custody services	61,589	56,450
	Other fees and commissions	108,946	107,939
	Total fees and commission income	503,907	479,899
7	Market value adjustments		
	Bonds	-97,649	-30,715
	Shares	11,521	43,781
	Investment property	3,180	143
	Foreign exchange	8,979	9,757
	Currency, interest rate, share, commodity and other contracts and derivatives	7,012	-23
	Assets related to pooled plans	-338,033	186,823
	Deposits in pooled plans	338,033	-186,823
	Total market value adjustments	-66,956	22,943
8	Staff costs and administrative expenses		
	Remuneration of the Board of Directors and Executive Board*		
	Board of Directors and Executive Board	15,747	12,502
	Total	15,747	12,502
	Staff costs		
	Wages and salaries	273,922	255,609
	Pension contributions	30,625	29,260
	Social security expenses	43,632	42,069
	Total staff costs	348,178	326,938
	Other administrative expenses	203,827	181,341
	Total staff costs and administrative expenses	567,753	520,781

* Board of Directors has been expanded from 3 to 4 persons in Q1 2022

Notes

Note	Amounts in DKK'000	Sparekassen Sjælland-Fyn A/S (Parent)	
		30.09.2022	30.09.2021
9	Impairment losses on loans and advances and other receivables and provisions for guarantees and undrawn credit facilities (impairment account)		
	Stage 1 impairment		
	Balance of stage 1 impairment losses at beginning of period	103,003	123,405
	New impairment losses (net)	4,435	-4,866
	Balance of stage 1 impairment losses at end of period	107,438	118,539
	- Of which amounts owed by credit institutions and central banks	251	1
	Stage 2 impairment		
	Balance of stage 2 impairment losses at beginning of period	166,670	147,611
	New impairment losses (net)	12,043	11,520
	Balance of stage 2 impairment losses at end of period	178,712	159,131
	- Of which amounts owed by credit institutions and central banks	698	659
	Stage 3 impairment		
	Balance of stage 3 impairment losses at beginning of period	265,016	338,028
	New impairment losses (net)	-19,704	8,585
	Other changes	10,100	13,200
	Previously written down, now finally written off	26,175	112,414
	Balance of stage 3 impairment losses at end of period	229,237	247,399
	- Of which amounts owed by credit institutions and central banks	0	0

Note	Amounts in DKK'000	Sparekassen Sjælland-Fyn A/S (Parent)	
		30.09.2022	30.09.2021
9	Impairment losses on loans and advances and other receivables and provisions for guarantees and undrawn credit facilities (impairment account) (continued)		
	Provisions losses for guarantees and undrawn credit facilities		
	Balance of provisions at beginning of year	98,284	115,954
	New provisions (net)	-8,286	-12,492
	Previously provided for, now finally written off	3,450	0
	Balance of provisions at end of period	86,548	103,462
	Total		
	Balance of impairment losses/provisions at beginning of period	632,973	724,998
	Impairment losses/provisions for the period (net)	-11,512	2,748
	Other changes	10,100	13,200
	Finally written off, previously written down/provided for	29,625	112,414
	Balance of impairment losses/provisions at end of period	601,935	628,533
	Impairment losses/provisions for the period (net)	-11,512	2,748
	Written off, not previously written down/provided for	2,813	3,396
	Recovery of claims previously written off	23,383	27,536
	Total recognised in the income statement	-32,082	-21,392

Notes

Sparekassen Sjælland-Fyn A/S (Parent)

Note	Amounts in DKK'000	30.09.2022	31.12.2021	30.09.2021
------	--------------------	------------	------------	------------

10 Assets provided as collateral

Bonds deposited with Danmarks Nationalbank, clearing centres etc	1,443,530	1,731,376	1,694,233
Cash deposited with credit institutions, CSA agreements	3,806	22,544	22,544
Loss limit towards the Danish Growth Fund	257	259	259
Total	1,447,593	1,754,179	1,717,036

Unencumbered deposited securities may be released at call.

11 Capital resources

Equity excluding hybrid core capital	3,524,908	3,409,628	3,325,650
Intangible assets	-91,154	-91,178	-91,196
Deferred tax assets	-51,689	-106,232	-117,751
Proposed dividend	0	-104,250	0
Deduction, capital instruments exceeding 10%	-440,960	-287,751	-354,441
Other additions/deductions	-168,924	171,398	-168,145
Common Equity Tier 1 capital	2,772,181	2,991,615	2,594,116
Hybrid core capital	376,000	376,000	376,000
Core capital (including hybrid core capital) net of primary deductions	3,148,181	3,367,615	2,970,116
Supplementary capital	620,956	620,072	570,533
Capital resources	3,769,136	3,987,687	3,540,650

Sparekassen Sjælland-Fyn A/S (Parent)

Note	Amounts in DKK'000	30.09.2022	31.12.2021	30.09.2021
------	--------------------	------------	------------	------------

11 Capital resources (continued)

Risk exposures

Credit risk	14,279,880	14,266,212	14,264,742
Market risk	419,849	829,352	937,318
Operational risk	2,181,118	2,005,246	2,005,246

Total risk exposures	16,880,847	17,100,810	17,207,305
-----------------------------	-------------------	-------------------	-------------------

Capital ratio	22.3	23.3	20.6
Core capital ratio	18.6	19.7	17.3
Common Equity Tier 1 capital ratio	16.4	17.5	15.1

Capital resources, requirement under Section 124(2) of the Danish Financial Business Act	1,350,468	1,368,065	1,376,584
--	-----------	-----------	-----------

Sparekassen's capital resources and capital ratios calculated inclusive of transitional scheme and exclusive of net profit for the period at 30.09.2022 og 30.09.2021.

Had net profit for the period, reduced by the target dividend payment stated in the dividend policy, been included in capital resources, the capital ratio, the core capital ratio and the common equity tier 1 capital ratio would have been 1.0 percentage points higher (30.09.2021: capital ratio, core capital ratio and common equity tier 1 capital ratio 1.7 percentage points higher).

Notes

Sparekassen Sjælland-Fyn A/S (Parent)

Note	Amounts in DKK'000	30.09.2022	31.12.2021	30.09.2021
11 Capital resources (continued)				
Solvency capital elements calculated exclusive of transitional scheme				
Common Equity Tier 1 capital		2,661,771	2,826,603	2,411,717
Core capital (including hybrid core capital) net of primary deductions		3,037,771	3,202,603	2,787,717
Capital resources		3,658,726	3,822,675	3,358,250
Total risk exposures		16,795,508	17,014,901	17,109,146
Capital ratio		21.8	22.5	19.6
Core capital ratio		18.1	18.8	16.3
Common Equity Tier 1 capital ratio		15.8	16.6	14.1

Sparekassen's capital resources and capital ratios calculated inclusive of transitional scheme and exclusive of net profit for the period at 30.09.2022 og 30.09.2021.

Had net profit for the period, reduced by the target dividend payment stated in the dividend policy, been included in capital resources, the capital ratio, the core capital ratio and the common equity tier 1 capital ratio would have been 1.0 percentage points higher (30.09.2021: capital ratio, core capital ratio and common equity tier 1 capital ratio 1.8 percentage points higher).

Sparekassen Sjælland-Fyn A/S (Parent)

Note	Amounts in DKK'000	30.09.2022	30.09.2021
12 Bonds at amortised cost			
Carrying amount of bonds at amortised cost		7,143,781	500,412
Fair value of bonds		6,920,563	500,563
Fair value of bonds at amortised cost relative to carrying amount		-223,218	151

Definitions of official key ratios etc

Return on invested capital

Calculated profit for the year relative to total assets in %

Accumulated impairment ratio

Impairment losses on loans and advances and provisions for guarantees etc as a percentage of loans and advances plus impairment losses on loans and advances plus guarantees plus provisions for guarantees etc

Price/earnings per share

Price/earnings per share for the period

Price/equity per share

Price/equity value per share (DKK)

Return on equity before tax

Profit before tax as a percentage of average equity. Average equity is calculated as a simple average of opening and closing amounts.

Return on equity after tax

Profit after tax as a percentage of average equity. Average equity is calculated as a simple average of opening and closing amounts.

Common equity tier 1 capital ratio

Common equity tier 1 capital/Risk-weighted exposures

Book value per share (DKK)

Equity/Share capital exclusive of treasury shares

Income/cost ratio (DKK)

Income for the year divided by costs for the year inclusive of impairment losses on loans and advances and other receivables etc

Capital ratio

Capital resources as a percentage of total risk exposure

Core capital ratio

Core capital as a percentage of total risk exposure

Excess capital adequacy in percentage points

Capital resources – capital requirements/Risk-weighted exposures * 100

Liquidity coverage ratio (LCR)

Amount of liquid assets as a percentage of net outflow over a 30-day period

Liquidity benchmark

The liquidity benchmark reflects Sparekassen's ability to stand a three-month stress test

Eligible liabilities (%)

Eligible liabilities as a percentage of total risk exposure

Rate of cost

Staff costs and administrative expenses, amortisation, depreciation and impairment losses and other operating expenses/Net interest and fee income plus other operating income

Impairment ratio for the period

Impairment losses for the period as a percentage of loans and advances plus impairment losses on loans and advances plus guarantees plus provisions for guarantees etc

Earnings per share (DKK)

Profit for the period after tax/Average number of shares

Growth in loans and advances for the period

Growth in loans and advances from beginning of year to end of year in % (exclusive of reverse business)

Zero interest loans and advances relative to total loans and advances

Zero interest loans and advances/Total loans and advances

Interest rate risk relative to core capital net of deductions

Interest rate risk as a percentage of core capital

Total large exposures (<175%)

The total of the 20 largest exposures as a percentage of common equity tier 1 capital

Dividend per share (DKK)

Dividend proposed/Share capital

Loans and advances relative to equity

Loans and advances/Equity

Loans and advances and loan impairment losses relative to deposits

Loans and advances and loan impairment losses as a percentage of deposits

Currency position relative to core capital net of deductions

Currency indicator 1 as a percentage of core capital

Currency risk relative to core capital net of deductions

Currency indicator 2 as a percentage of core capital

