

1Q24



Íslandsbanki Factbook

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Supplementary information for market participants (Unaudited)

Contents

Overview	Page
<u>Key performance indicators</u>	3
<u>Income statement</u>	4
<u>Balance sheet</u>	5
<u>Net interest income</u>	6
<u>Net fee & commissions income</u>	7
<u>Loans to customers</u>	8
<u>Capital and risk exposure amount</u>	9
<u>Personal Banking</u>	10
<u>Business Banking</u>	11
<u>Corporate & Investment Banking</u>	12
<u>Treasury & Proprietary Trading</u>	13
<u>Cost centers</u>	14
<u>Subsidiaries, eliminations and adjustments</u>	15
9 Quarters review	
<u>Key performance indicators</u>	16
<u>Income statement</u>	17
<u>Balance sheet</u>	18
<u>Net interest income</u>	19
<u>Net fee & commissions</u>	20
<u>Loans to customers</u>	21
<u>Capital and risk exposure amount</u>	22
<u>Macroeconomics</u>	23
Other	
<u>Allocation reporting</u>	24
<u>Impact reporting</u>	25
<u>Disclaimer</u>	26

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Information on the Bank's credit ratings is available on the Bank's website, [here](#).

Further information is available through Íslandsbanki Investor Relations, ir@islandsbanki.is.

Key performance indicators - 5 years

	1Q24	2023	2022	2021	2020
Profitability					
Return on equity ¹	9.8%	11.3%	11.8%	12.3%	3.7%
Return on assets ¹	1.3%	1.5%	1.7%	1.7%	0.5%
Earnings per share	2.75	12.32	12.19	11.26	3.58
Core income / total operating income ²	93.6%	97.8%	99.9%	93.5%	101.7%
Net interest margin					
Net interest margin on total assets ¹	3.0%	3.0%	2.9%	2.4%	2.6%
Efficiency					
Cost-to-income ratio ^{3,4}	44.9%	41.6%	41.6%	46.2%	54.3%
Cost-to-total assets ratio ^{1,4}	1.84%	1.67%	1.63%	1.65%	1.82%
Cost of risk ^{1,5}	0.23%	0.08%	(0.14%)	(0.28%)	0.91%
Number of FTEs at period end - Consolidated ⁶	775	764	739	735	779
Number of FTEs at period end - Parent ⁶	735	725	700	702	745
Number of branches at period end	12	12	12	12	12
Assets					
Loans to customers (ISKm)	1,248,295	1,223,426	1,186,639	1,086,327	1,006,717
LTV on mortgages to individuals ⁷	57.0%	57.0%	60.0%	66.0%	64.0%
Risk exposure amount / total assets	61.8%	61.7%	63.8%	63.1%	69.4%
Non-performing loans (NPL) ratio ⁸	1.9%	1.8%	1.8%	2.0%	2.9%
Asset encumbrance ratio	19.8%	21.7%	26.5%	19.6%	18.7%
Financial strength					
Equity as % of total assets	13.1%	14.2%	14.0%	14.3%	13.9%
Liquidity					
Net stable funding ratio (NSFR) - All currencies	127%	124%	118%	122%	123%
Net stable funding ratio (NSFR) - Foreign currencies	-	-	198%	157%	179%
Liquidity coverage ratio (LCR) - All currencies	190%	195%	205%	156%	196%
Liquidity coverage ratio (LCR) - Domestic currency	101%	115%	109%	141%	95%
Liquidity coverage ratio (LCR) - EUR	404%	663%	-	-	-
Liquidity coverage ratio (LCR) - Foreign currencies	-	-	492%	235%	463%
Term deposits % of total deposits	20.3%	18.8%	18.4%	18.3%	24.6%
Customer loans to customer deposits ratio	142%	144%	150%	146%	148%
Capital					
CET1 ratio ⁹	19.9%	21.4%	18.8%	21.3%	20.1%
Tier 1 ratio ⁹	20.9%	22.5%	19.8%	22.5%	20.1%
Total capital ratio ⁹	23.6%	25.3%	22.2%	25.3%	23.0%
Leverage ratio ⁹	12.6%	13.4%	12.1%	13.6%	13.6%
MREL ratio ¹⁰	39.1%	41.3%	34.5%	-	-
Risk exposure amount (ISKm)	1,015,161	977,032	999,491	901,646	933,521

1. Calculated on average balances.

2. Core income is defined as net interest income plus net fee & commission income.

3. Calculated as (Administrative expenses + Contribution to the Depositors' and Investors' Guarantee Fund – One-off items) / (Total operating income – One-off items).

4. C/I ratio for 2023 excluded a charge of ISK 860m due to an administrative fine. C/I ratio for 2022 included a provision of ISK 300m made in connection with the administrative fine, the C/I ratio has been restated so it excludes the provision.

5. Negative cost of risk means that there is a net release of impairments.

6. Numbers exclude seasonal employees.

7. The average LTV can be calculated in many different ways and therefore the definition is important for comparison to other banks.

The weight is Íslandsbanki's total amount outstanding on the property and the LTV used is the maximum LTV of all Íslandsbanki's loans of the property.

8. Stage 3, loans to customers, gross carrying amount.

9. Including first quarter profit for 1Q24.

10. MREL ratio includes the CET1 capital held to meet the combined buffer requirement.

Income statement - 5 year summary

ISK million	1Q24	2023	2022	2021	2020
Interest income calculated using the effective interest rate method	33,506	126,095	87,671	56,220	53,378
Other interest income	3,117	11,047	6,342	2,405	2,317
Interest expense	(24,501)	(88,531)	(50,887)	(24,582)	(22,324)
Net interest income	12,122	48,611	43,126	34,043	33,371
Fee and commission income	4,469	18,591	17,630	15,167	12,651
Fee and commission expense	(1,173)	(4,357)	(3,577)	(2,318)	(2,126)
Net fee and commission income	3,296	14,234	14,053	12,849	10,525
Net financial income (expense)	(236)	241	(1,257)	2,499	(1,391)
Net foreign exchange gain	196	581	881	479	451
Other operating income	1,098	570	433	302	197
Other net operating income	1,058	1,392	57	3,280	(743)
Total operating income	16,476	64,237	57,236	50,172	43,153
Salaries and related expenses	(4,168)	(15,003)	(13,452)	(13,397)	(12,917)
Other operating expenses	(3,228)	(11,740)	(10,166)	(9,799)	(9,829)
Administrative fine	-	(860)	(300)	-	-
Contribution to the Depositors' and Investors' Guarantee Fund	-	-	(165)	(688)	(679)
Bank tax	(493)	(1,871)	(1,858)	(1,683)	(1,588)
Total operating expenses	(7,889)	(29,474)	(25,941)	(25,567)	(25,013)
Profit before net impairment on financial assets	8,587	34,763	31,295	24,605	18,140
Net impairment on financial assets	(704)	(1,015)	1,576	3,018	(8,816)
Profit before tax	7,883	33,748	32,871	27,623	9,324
Income tax expense	(2,468)	(9,198)	(8,485)	(5,119)	(2,472)
Profit for the period from continuing operations	5,415	24,550	24,386	22,504	6,852
Discontinued operations held for sale, net of income tax	2	35	149	1,221	(97)
Profit for the period	5,417	24,585	24,535	23,725	6,755
Basic earnings per share from profit for the period	2.75	12.32	12.19	11.26	3.58

Balance sheet - 5 year summary

ISK million	31.3.24	31.12.23	31.12.22	31.12.21	31.12.20
Cash and balances with Central Bank	68,746	87,504	94,424	113,667	78,948
Loans to credit institutions	114,430	73,475	110,364	43,988	89,920
Bonds and debt instruments	156,091	161,342	130,804	132,289	128,216
Derivatives	5,138	5,776	7,461	2,445	6,647
Loans to customers	1,248,295	1,223,426	1,186,639	1,086,327	1,006,717
Shares and equity instruments	20,281	13,241	15,868	31,677	14,851
Investments in associates	4,079	4,051	3,844	939	775
Investment property	2,100	-	-	-	-
Property and equipment	5,240	6,562	6,752	7,010	7,341
Intangible assets	2,862	2,930	3,279	3,351	3,478
Other assets	15,719	3,638	6,072	5,784	4,125
Non-current assets and disposal groups held for sale	726	749	728	1,344	3,173
Total Assets	1,643,707	1,582,694	1,566,235	1,428,821	1,344,191
Deposits from Central Bank and credit institutions	14,103	16,149	15,269	13,384	39,758
Deposits from customers	879,554	850,709	789,897	744,036	679,455
Derivative instruments and short positions	4,936	5,090	10,804	9,467	6,936
Debt issued and other borrowed funds	440,960	417,573	468,270	402,226	387,274
Subordinated loans	37,946	38,155	34,392	35,762	27,194
Tax liabilities	13,695	13,107	12,128	6,432	5,450
Other liabilities	36,795	17,218	16,601	12,848	11,893
Non-current liabilities and disposal groups held for sale	-	-	-	956	27
Total Liabilities	1,427,989	1,358,001	1,347,361	1,225,111	1,157,987
Share capital	9,825	9,898	10,000	10,000	10,000
Share premium	55,000	55,000	55,000	55,000	55,000
Reserves	4,831	5,083	9,158	6,086	6,181
Retained earnings	146,062	154,712	144,716	132,624	113,529
Total Shareholder's Equity	215,718	224,693	218,874	203,710	184,710
Non-controlling interests	-	-	-	-	1,494
Total Equity	215,718	224,693	218,874	203,710	186,204
Total Liabilities and Equity	1,643,707	1,582,694	1,566,235	1,428,821	1,344,191

Net interest income - 5 year summary

ISK million	1Q24	2023	2022	2021	2020
Cash and balances with Central Bank	1,105	5,389	2,791	948	1,750
Loans to credit institutions	891	3,236	757	128	215
Loans to customers	31,510	117,470	84,123	55,144	51,413
Financial assets mandatorily at fair value through profit or loss	2,459	11,035	6,335	2,388	2,314
Financial assets mandatorily at fair value through other comprehensive income	656	-	-	-	-
Other assets	2	12	7	17	3
Total interest income	36,623	137,142	94,013	58,625	55,695
Deposits from Central Bank and credit institutions	(89)	(243)	(364)	(306)	(736)
Deposits from customers	(15,206)	(50,073)	(23,049)	(6,815)	(7,700)
Debt issued and other borrowed funds at fair value through profit and loss	(897)	(2,470)	(578)	(729)	(608)
Debt issued and other borrowed funds at amortised cost	(5,703)	(25,829)	(21,709)	(14,104)	(11,179)
Subordinated loans	(957)	(3,214)	(1,538)	(829)	(763)
Lease liabilities	(20)	(79)	(82)	(84)	(87)
Other liabilities	(1,629)	(6,623)	(3,567)	(1,715)	(1,251)
Total interest expense	(24,501)	(88,531)	(50,887)	(24,582)	(22,324)
Net interest income	12,122	48,611	43,126	34,043	33,371
Net interest income on loans					
Personal Banking	1,336	5,842	6,580	7,464	5,835
Business Banking	2,134	8,297	7,749	7,842	7,702
Corporate & Investment Banking	1,752	7,450	7,317	7,773	6,986
Total net interest income on loans	5,222	21,589	21,646	23,079	20,523
Net interest income on deposits					
Personal Banking	2,068	8,699	7,186	4,535	4,761
Business Banking	1,491	6,465	5,486	2,999	2,628
Corporate & Investment Banking	362	1,670	1,300	948	930
Total net interest income on deposits	3,921	16,834	13,972	8,482	8,319

Net fee & commission income - 5 year summary

ISK million	1Q24	2023	2022	2021	2020
Asset management	707	2,908	3,154	3,100	2,382
Investment banking and brokerage	793	3,340	3,627	3,544	2,805
Payment processing	1,866	8,072	6,774	4,979	4,378
Loans and guarantees	519	2,251	2,350	2,212	2,186
Other fee and commission income	584	2,020	1,725	1,332	900
Fee and commission income	4,469	18,591	17,630	15,167	12,651
Brokerage	(108)	(496)	(484)	(471)	(360)
Clearing and settlement	(1,062)	(3,847)	(2,999)	(1,834)	(1,766)
Other fee and commission expense	(3)	(14)	(94)	(13)	-
Fee and commission expense	(1,173)	(4,357)	(3,577)	(2,318)	(2,126)
Net fee and commission income	3,296	14,234	14,053	12,849	10,525

Loans to customers - 5 year summary

ISK million	31.3.24	31.12.23	31.12.22	31.12.21	31.12.20
Individuals	603,207	594,631	570,522	520,733	437,377
- thereof mortgages	540,341	530,676	507,969	457,800	377,155
Commerce and services	185,495	182,808	172,222	165,222	124,260
Construction	90,074	80,099	59,815	36,773	42,352
Energy	7,981	7,938	10,411	9,493	8,673
Financial services	1,086	214	2,622	1,978	1,539
Industrial and transportation	75,682	75,802	91,078	89,627	78,561
Investment companies	42,034	45,931	40,336	23,677	23,440
Public sector and non-profit organisations	20,895	18,476	11,046	9,987	10,911
Real estate	151,656	144,173	126,297	109,314	157,502
Seafood	70,185	73,354	102,290	119,523	122,102
Loans to customers	1,248,295	1,223,426	1,186,639	1,086,327	1,006,717

Capital and risk exposure amount - 5 year summary

ISK million	31.3.24	31.12.23	31.12.22	31.12.21	31.12.20
Ordinary share capital	9,825	9,898	10,000	10,000	10,000
Share premium	55,000	55,000	55,000	55,000	55,000
Reserves	4,831	5,083	9,158	6,086	6,181
Retained earnings	146,062	154,712	144,716	132,624	113,529
First quarter profit	(5,417)	-	-	-	-
Non-controlling interests	-	-	-	-	1,494
IFRS 9 reversal due to transitional rules	-	-	1,301	2,768	5,164
Fair value changes due to own credit standing	2,172	1,827	(1,786)	1,054	238
Forseeable dividend payment and approved buyback	(11,032)	(14,990)	(27,267)	(11,863)	-
Tax assets	(128)	(122)	(116)	(94)	(259)
Intangible assets	(1,948)	(1,922)	(3,279)	(3,351)	(3,478)
Insufficient coverage for non-performing exposure	(2)	(3)	-	-	-
Total CET1 capital	199,363	209,483	187,727	192,224	187,869
Additional Tier 1 capital	9,624	10,019	10,062	10,626	-
Tier 1 capital	208,987	219,502	197,789	202,850	187,869
Tier 2 capital	28,322	28,135	24,330	25,136	27,194
Total capital base	237,309	247,637	222,119	227,986	215,063
Risk exposure amount					
- due to credit risk	904,616	865,758	893,110	802,147	830,141
- due to market risk:	9,615	10,360	15,417	17,100	16,626
- due to credit valuation adjustment	693	677	2,756	1,829	1,728
- due to operational risk	100,237	100,237	88,208	80,570	85,026
Total risk exposure amount	1,015,161	977,032	999,491	901,646	933,521
Capital ratios					
CET1 ratio ¹	19.9%	21.4%	18.8%	21.3%	20.1%
Tier 1 ratio ¹	20.9%	22.5%	19.8%	22.5%	20.1%
Total capital ratio ¹	23.6%	25.3%	22.2%	25.3%	23.0%
Leverage ratio ¹	12.6%	13.4%	12.1%	13.6%	13.6%
MREL ratio ²	39.1%	41.3%	34.5%	-	-

1. Including first quarter profit for 31.3.24.

2. MREL ratio includes the CET1 capital held to meet the combined buffer requirement.

Operating segments - Personal Banking

ISK million	1Q24	2023	2022	2021	2020
Net interest income	4,257	17,410	15,065	12,027	10,749
Net fee and commission income	802	4,336	4,334	3,850	3,049
Other net operating income	(76)	70	342	189	305
Total operating income	4,983	21,816	19,741	16,066	14,103
Salaries and related expenses	(679)	(2,473)	(2,355)	(2,388)	(2,416)
Other operating expenses	(713)	(2,592)	(2,446)	(2,354)	(2,584)
Contribution to the Depositors' and Investors' Guarantee Fund	-	-	(129)	(538)	(482)
Bank tax	(214)	(839)	(801)	(723)	(613)
Net impairment on financial assets	(11)	(1,589)	(300)	318	(517)
Cost allocation	(1,466)	(5,225)	(4,792)	(4,539)	(4,690)
Profit before tax	1,900	9,099	8,918	5,842	2,801
Income tax	(571)	(2,584)	(2,528)	(1,707)	(887)
Profit for the period from continuing operations	1,329	6,515	6,390	4,135	1,914
Net segment revenue from external customers	5,986	29,266	33,261	26,175	20,911
Net segment revenue from other segments	(1,003)	(7,450)	(13,520)	(10,109)	(6,808)
Fee and commission income	1,847	8,116	7,282	5,669	4,797
Depreciation, amortisation, and write-offs	(46)	(179)	(172)	(166)	(300)
At period end					
Loans to customers	584,006	574,653	552,181	502,354	419,882
Other assets	5,568	3,176	3,158	3,609	3,212
Total segment assets	589,574	577,829	555,339	505,963	423,094
Deposits from customers	426,821	406,821	361,994	344,776	324,815
Other liabilities	2,574	3,720	2,597	1,603	1,327
Total segment liabilities	429,395	410,541	364,591	346,379	326,142
Allocated equity	42,933	41,160	39,228	37,549	34,850
Risk exposure amount	267,450	260,760	255,938	247,970	229,610

The individual segment balance sheet positions are with external customers, and exclude internal transactions thus explaining the differences in total assets, and total liabilities and equity.

Operating segments - Business Banking

ISK million	1Q24	2023	2022	2021	2020
Net interest income	4,617	17,980	14,493	10,867	10,536
Net fee and commission income	546	2,208	2,174	2,111	1,917
Other net operating income	15	90	90	61	50
Total operating income	5,178	20,278	16,757	13,039	12,503
Salaries and related expenses	(584)	(2,161)	(1,900)	(1,815)	(1,940)
Other operating expenses	(337)	(1,196)	(1,072)	(1,037)	(1,164)
Contribution to the Depositors' and Investors' Guarantee Fund	-	-	(33)	(135)	(161)
Bank tax	(116)	(454)	(407)	(344)	(340)
Net impairment on financial assets	(688)	(669)	796	2,401	(5,485)
Cost allocation	(1,163)	(4,058)	(3,431)	(3,113)	(2,967)
Profit before tax	2,290	11,740	10,710	8,996	446
Income tax	(650)	(3,170)	(2,891)	(2,428)	(204)
Profit for the period from continuing operations	1,640	8,570	7,819	6,568	242
Net segment revenue from external customers	6,109	22,829	18,158	14,806	14,750
Net segment revenue from other segments	(931)	(2,551)	(1,401)	(1,767)	(2,247)
Fee and commission income	560	2,262	2,223	2,136	1,948
Depreciation, amortisation, and write-offs	(15)	(57)	(57)	(58)	(163)
At period end					
Loans to customers	317,437	311,689	278,823	237,388	232,580
Other assets	2,301	2,210	2,100	2,004	2,199
Total segment assets	319,738	313,899	280,923	239,392	234,779
Deposits from customers	252,380	251,238	244,645	239,871	189,847
Other liabilities	1,840	3,828	2,054	1,630	1,481
Total segment liabilities	254,220	255,066	246,699	241,501	191,328
Allocated equity	49,522	47,210	40,433	33,738	37,804
Risk exposure amount	300,457	291,509	263,011	211,814	235,371

The individual segment balance sheet positions are with external customers, and exclude internal transactions thus explaining the differences in total assets, and total liabilities and equity.

Operating segments - Corporate & Investment Banking

ISK million	1Q24	2023	2022	2021	2020
Net interest income	3,416	13,854	11,108	9,282	8,530
Net fee and commission income	1,108	4,575	4,557	4,384	4,075
Other net operating income	238	1,284	1,301	759	922
Total operating income	4,762	19,713	16,966	14,425	13,527
Salaries and related expenses	(575)	(2,132)	(1,819)	(1,689)	(1,583)
Other operating expenses	(322)	(1,061)	(971)	(797)	(870)
Contribution to the Depositors' and Investors' Guarantee Fund	-	-	(3)	(15)	(35)
Bank tax	(129)	(489)	(520)	(516)	(514)
Net impairment on financial assets	48	1,163	395	121	(2,805)
Cost allocation	(1,021)	(3,569)	(3,237)	(3,170)	(3,020)
Profit before tax	2,763	13,625	10,811	8,359	4,700
Income tax	(781)	(3,660)	(2,946)	(2,308)	(1,356)
Profit for the period from continuing operations	1,982	9,965	7,865	6,051	3,344
Net segment revenue from external customers	7,200	29,448	23,790	19,843	19,922
Net segment revenue from other segments	(2,438)	(9,735)	(6,824)	(5,418)	(6,395)
Fee and commission income	1,162	4,648	4,709	4,486	4,152
Depreciation, amortisation, and write-offs	(1)	(2)	(1)	(15)	(18)
At period end					
Loans to customers	346,400	336,161	354,787	346,835	353,953
Other assets	8,539	889	3,859	1,335	795
Total segment assets	354,939	337,050	358,646	348,170	354,748
Deposits from customers	188,093	172,658	164,390	141,204	137,791
Other liabilities	13,534	5,370	5,565	4,728	4,908
Total segment liabilities	201,627	178,028	169,955	145,932	142,699
Allocated equity	63,816	63,033	62,400	59,055	63,432
Risk exposure amount	376,013	366,761	404,917	376,896	392,804

The individual segment balance sheet positions are with external customers, and exclude internal transactions thus explaining the differences in total assets, and total liabilities and equity.

Operating segments - Treasury & Proprietary Trading

ISK million	1Q24	2023	2022	2021	2020
Net interest income (expense)	(40)	(475)	2,673	2,034	3,734
Net fee and commission income (expense)	1	(8)	(55)	(72)	(317)
Other net operating income	(70)	565	398	2,694	(1,420)
Total operating income	(109)	82	3,016	4,656	1,997
Salaries and related expenses	(81)	(272)	(289)	(256)	(280)
Other operating expenses	(91)	(505)	(467)	(235)	(263)
Contribution to the Depositors' and Investors' Guarantee Fund	-	-	-	-	(1)
Bank tax	(31)	(77)	(116)	(86)	(105)
Net impairment on financial assets	(53)	80	683	94	(8)
Cost allocation	114	581	551	320	323
Profit (loss) before tax	(251)	(111)	3,378	4,493	1,663
Income tax	(415)	203	108	1,421	112
Profit (loss) for the period from continuing operations	(666)	92	3,486	5,914	1,775
Net segment revenue from external customers	(4,556)	(19,989)	(18,922)	(12,748)	(13,597)
Net segment revenue from other segments	4,447	20,071	21,938	17,404	15,594
Fee and commission income	59	401	367	231	(9)
Depreciation, amortisation, and write-offs	-	-	-	-	-
At period end					
Loans to customers	452	923	848	59	302
Other assets	368,581	343,823	360,594	325,158	320,578
Total segment assets	369,033	344,746	361,442	325,217	320,880
Deposits from customers	15,401	22,957	21,529	21,477	31,674
Other liabilities	523,364	487,357	540,189	465,397	463,943
Total segment liabilities	538,765	510,314	561,718	486,874	495,617
Allocated equity	54,965	69,975	73,966	70,217	45,708
Risk exposure amount	60,935	48,148	67,970	56,983	60,037

The individual segment balance sheet positions are with external customers, and exclude internal transactions thus explaining the differences in total assets, and total liabilities and equity.

Operating segments - Cost centers

ISK million	1Q24	2023	2022	2021	2020
Net interest income (expense)	(187)	(365)	(260)	(178)	(215)
Net fee and commission income (expense)	(1)	(36)	(1)	(62)	7
Other net operating income	82	374	149	203	287
Total operating income	(106)	(27)	(112)	(37)	79
Salaries and related expenses	(1,988)	(6,959)	(6,253)	(6,465)	(5,926)
Other operating expenses	(1,535)	(5,579)	(4,598)	(4,854)	(4,488)
Administrative fine	-	(860)	(300)	-	-
Bank tax	(3)	(13)	(14)	(14)	(16)
Net impairment on financial assets	-	-	-	4	-
Cost allocation	3,536	12,271	10,909	10,502	10,354
Profit (loss) before tax	(96)	(1,167)	(368)	(864)	3
Income tax	26	291	92	221	(5)
Profit (loss) for the period from continuing operations	(70)	(876)	(276)	(643)	(2)
Net segment revenue from external customers	(31)	308	81	73	223
Net segment revenue from other segments	(75)	(335)	(193)	(110)	(144)
Fee and commission income	-	-	-	2	7
Depreciation, amortisation, and write-offs	(336)	(1,368)	(1,155)	(1,145)	(1,178)
At period end					
Loans to customers	-	-	-	-	-
Other assets	8,812	8,716	9,387	9,108	10,893
Total segment assets	8,812	8,716	9,387	9,108	10,893
Deposits from customers	-	-	-	-	-
Other liabilities	5,742	5,768	5,785	5,711	5,915
Total segment liabilities	5,742	5,768	5,785	5,711	5,915
Allocated equity	1,111	1,145	962	894	899
Risk exposure amount	6,922	6,930	6,107	5,903	5,960

The individual segment balance sheet positions are with external customers, and exclude internal transactions thus explaining the differences in total assets, and total liabilities and equity.

Operating segments - Subsidiaries, eliminations & adjustments

ISK million	1Q24	2023	2022	2021	2020
Net interest income	59	207	47	11	37
Net fee and commission income	840	3,159	3,044	2,638	1,794
Other net operating income	869	(991)	(2,223)	(626)	(887)
Total operating income	1,768	2,375	868	2,023	944
Salaries and related expenses	(261)	(1,006)	(836)	(784)	(772)
Other operating expenses	(230)	(807)	(612)	(522)	(460)
Contribution to the Depositors' and Investors' Guarantee Fund	-	-	-	-	-
Bank tax	-	-	-	-	-
Net impairment on financial assets	-	-	2	80	(1)
Cost allocation	-	-	-	-	-
Profit (loss) before tax	1,277	562	(578)	797	(289)
Income tax	(77)	(278)	(320)	(318)	(132)
Profit (loss) for the period from continuing operations	1,200	284	(898)	479	(421)
Net segment revenue from external customers	1,768	2,375	868	2,023	944
Net segment revenue from other segments	-	-	-	-	-
Fee and commission income	841	3,164	3,049	2,643	1,756
Depreciation, amortisation, and write-offs	(4)	(14)	(15)	(11)	(7)
At period end					
Loans to customers	-	-	-	(309)	-
Other assets	1,611	454	498	1,280	(203)
Total segment assets	1,611	454	498	971	(203)
Deposits from customers	(3,141)	(2,965)	(2,661)	(3,292)	(4,672)
Other liabilities	1,381	1,249	1,274	2,006	958
Total segment liabilities	(1,760)	(1,716)	(1,387)	(1,286)	(3,714)
Allocated equity	3,371	2,170	1,885	2,257	3,511
Risk exposure amount	3,384	2,924	1,548	2,080	9,739

The individual segment balance sheet positions are with external customers, and exclude internal transactions thus explaining the differences in total assets, and total liabilities and equity.

Key performance indicators - 9 quarters

	1Q24	4Q23	3Q23	2Q23	1Q23	4Q22	3Q22	2Q22	1Q22
Profitability									
Return on equity ¹	9.8%	11.2%	11.0%	11.5%	11.4%	11.1%	14.4%	11.7%	10.2%
Return on assets ¹	1.3%	1.5%	1.5%	1.6%	1.6%	1.5%	2.0%	1.7%	1.5%
Earnings per share	2.75	3.12	3.01	3.08	3.11	2.98	3.68	2.93	2.60
Core income / total operating income ²	93.6%	94.9%	98.5%	103.1%	95.1%	102.0%	102.0%	97.6%	97.3%
Net interest margin									
Net interest margin on total assets ¹	3.0%	2.9%	2.9%	3.2%	3.2%	3.1%	3.0%	2.9%	2.6%
Efficiency									
Cost-to-income ratio ^{3,4}	44.9%	42.7%	39.0%	42.6%	42.1%	40.6%	36.3%	42.7%	47.6%
Cost-to-total assets ratio ^{1,4}	1.84%	1.72%	1.49%	1.70%	1.80%	1.74%	1.41%	1.68%	1.68%
Cost of risk ^{1,5}	0.23%	0.33%	0.19%	(0.40%)	0.22%	0.22%	(0.40%)	(0.20%)	(0.17%)
Number of FTEs at period end - Consolidated ⁶	775	764	756	732	740	739	742	740	741
Number of FTEs at period end - Parent ⁶	735	725	716	691	701	700	704	702	706
Asset quality									
Loans to customers (ISKm)	1,248,295	1,223,426	1,210,499	1,237,758	1,218,999	1,186,639	1,153,047	1,153,677	1,107,893
LTV on mortgages to individuals ⁷	57.0%	57.0%	58.0%	58.0%	61.0%	60.0%	60.0%	65.0%	65.0%
Risk exposure amount / total assets	61.8%	61.7%	60.0%	63.7%	64.8%	63.8%	65.4%	69.1%	65.4%
Non-performing loans (NPL) ratio ⁸	1.9%	1.8%	1.8%	1.7%	1.7%	1.8%	1.7%	1.8%	1.8%
Asset encumbrance ratio	19.8%	21.7%	23.5%	25.3%	25.1%	26.5%	25.7%	20.7%	19.2%
Financial strength									
Equity as % of total assets	13.1%	14.2%	13.4%	13.5%	13.6%	14.0%	13.7%	14.2%	13.6%
Liquidity									
Net stable funding ratio (NSFR) - All currencies	127%	124%	120%	119%	115%	118%	127%	118%	123%
Net stable funding ratio (NSFR) - Foreign currencies	-	-	290%	248%	219%	198%	257%	182%	192%
Liquidity coverage ratio (LCR)	190%	195%	247%	259%	171%	205%	371%	147%	195%
Liquidity coverage ratio (LCR) - Domestic currency	101%	115%	122%	145%	121%	109%	119%	125%	129%
Liquidity coverage ratio (LCR) - EUR	404%	663%	777%	333%	-	-	-	-	-
Liquidity coverage ratio (LCR) - Foreign currencies	-	-	-	-	289%	492%	421%	240%	235%
Term deposits % of total deposits	20.3%	18.8%	21.2%	21.2%	19.9%	18.4%	18.8%	18.4%	18.9%
Customer loans to customer deposits ratio	142%	144%	140%	152%	152%	150%	148%	152%	145%
Capital									
CET1 ratio ⁹	19.9%	21.4%	20.9%	20.0%	19.9%	18.8%	18.2%	18.2%	18.8%
Tier 1 ratio ⁹	20.9%	22.5%	21.9%	20.9%	20.8%	19.8%	19.2%	19.2%	19.9%
Total capital ratio ⁹	23.6%	25.3%	24.6%	23.2%	23.2%	22.2%	21.4%	21.5%	22.5%
Leverage ratio ⁹	12.6%	13.4%	12.7%	12.8%	12.9%	12.1%	11.9%	12.5%	12.4%
MREL ratio ¹⁰	39.1%	41.3%	39.2%	38.4%	33.2%	34.5%	-	-	-
Risk exposure amount (ISKm)	1,015,161	977,032	986,355	1,015,197	1,004,978	999,491	1,012,986	992,883	945,321

1. Calculated based on annualised figures and on average balances.

2. Core income is defined as net interest income plus net fee & commission income.

3. Calculated as (Administrative expenses + Contribution to the Depositors' and Investors' Guarantee Fund – One-off items) / (Total operating income – One-off items).

4. C/I ratio for 2Q23 excluded a charge of ISK 860m due to an administrative fine. C/I ratio for 4Q22 included a provision of ISK 300m made in connection with the administrative fine, the C/I ratio has been restated so it excludes the provision.

5. Negative cost of risk means that there is a net release of impairments.

6. Numbers exclude seasonal employees.

7. The average LTV can be calculated in many different ways and therefore the definition is important for comparison to other banks.

The weight is Íslandsbanki's total amount outstanding on the property and the LTV used is the maximum LTV of all Íslandsbanki's loans of the property.

8. Stage 3, loans to customers, gross carrying amount.

9. Including first quarter profit for 1Q23 and 1Q22 and third quarter profit for 3Q22 and 3Q21.

10. MREL ratio includes the CET1 capital held to meet the combined buffer requirement.

Income statement - 9 quarter summary

ISK million	1Q24	4Q23	3Q23	2Q23	1Q23	4Q22	3Q22	2Q22	1Q22
Interest income calculated using the effective interest rate method ¹	33,506	32,274	31,290	32,461	30,070	22,922	25,380	21,777	17,592
Other interest income	3,117	3,446	3,006	2,502	2,093	2,019	1,666	1,452	1,205
Interest expense	(24,501)	(23,990)	(22,450)	(22,351)	(19,740)	(12,593)	(15,731)	(12,975)	(9,588)
Net interest income	12,122	11,730	11,846	12,612	12,423	12,348	11,315	10,254	9,209
Fee and commission income	4,469	5,134	4,388	4,676	4,393	5,206	4,322	4,279	3,823
Fee and commission expense	(1,173)	(1,361)	(988)	(1,084)	(924)	(1,168)	(805)	(845)	(759)
Net fee and commission income	3,296	3,773	3,400	3,592	3,469	4,038	3,517	3,434	3,064
Net financial income (expense)	(236)	455	(193)	(559)	538	(899)	(471)	208	(95)
Net foreign exchange gain	196	113	176	48	244	576	64	75	166
Other operating income	1,098	258	248	21	43	(2)	111	59	265
Other net operating income	1,058	826	231	(490)	825	(325)	(296)	342	336
Total operating income	16,476	16,329	15,477	15,714	16,717	16,061	14,536	14,030	12,609
Salaries and related expenses	(4,168)	(3,861)	(3,353)	(3,829)	(3,960)	(3,718)	(2,916)	(3,396)	(3,422)
Other operating expenses	(3,228)	(3,109)	(2,687)	(2,862)	(3,082)	(2,800)	(2,357)	(2,597)	(2,412)
Administrative fine	-	-	-	(860)	-	(300)	-	-	-
Contribution to the Depositors' and Investors' Guarantee Fund	-	-	-	-	-	-	-	-	(165)
Bank tax	(493)	(402)	(522)	(485)	(462)	(481)	(535)	(412)	(430)
Total operating expenses	(7,889)	(7,372)	(6,562)	(8,036)	(7,504)	(7,299)	(5,808)	(6,405)	(6,429)
Profit before net impairment on financial assets	8,587	8,957	8,915	7,678	9,213	8,762	8,728	7,625	6,180
Net impairment on financial assets	(704)	(1,002)	(583)	1,245	(675)	(647)	1,165	575	483
Profit before tax	7,883	7,955	8,332	8,923	8,538	8,115	9,893	8,200	6,663
Income tax expense	(2,468)	(1,737)	(2,334)	(2,792)	(2,335)	(2,166)	(2,525)	(2,331)	(1,463)
Profit for the period from continuing operations	5,415	6,218	5,998	6,131	6,203	5,949	7,368	5,869	5,200
Discontinued operations held for sale, net of income tax	2	10	9	8	8	33	118	11	(13)
Profit for the period	5,417	6,228	6,007	6,139	6,211	5,982	7,486	5,880	5,187

Balance sheet - 9 quarter summary

ISK million	31.3.24	31.12.23	30.9.23	30.6.23	31.3.23	31.12.22	30.9.22	30.6.22	31.3.22
Cash and balances with Central Bank	68,746	87,504	84,332	78,275	67,764	94,424	73,566	77,884	77,799
Loans to credit institutions	114,430	73,475	117,699	97,749	81,331	110,364	137,169	37,226	73,220
Bonds and debt instruments	156,091	161,342	178,830	131,471	127,254	130,804	127,454	108,477	130,700
Derivatives	5,138	5,776	5,581	5,374	5,605	7,461	6,895	6,193	4,245
Loans to customers	1,248,295	1,223,426	1,210,499	1,237,758	1,218,999	1,186,639	1,153,047	1,153,677	1,107,893
Shares and equity instruments	20,281	13,241	13,270	12,120	13,839	15,868	24,472	25,789	28,655
Investments in associates	4,079	4,051	3,841	3,828	3,853	3,844	3,925	3,836	767
Investment property	2,100	-	-	-	-	-	-	-	-
Property and equipment	5,240	6,562	6,528	6,748	6,734	6,752	6,760	6,846	6,911
Intangible assets	2,862	2,930	3,120	3,241	3,252	3,279	3,282	3,304	3,327
Other assets	15,719	3,638	19,156	15,945	22,191	6,072	11,303	12,126	11,170
Non-current assets and disposal groups held for sale	726	749	744	730	708	728	799	1,895	1,668
Total Assets	1,643,707	1,582,694	1,643,600	1,593,239	1,551,530	1,566,235	1,548,672	1,437,253	1,446,355
Deposits from Central Bank and credit institutions	14,103	16,149	15,159	14,306	13,694	15,269	19,912	11,437	10,949
Deposits from customers	879,554	850,709	864,189	816,641	800,071	789,897	781,614	756,862	761,471
Derivative instruments and short positions	4,936	5,090	10,797	12,064	12,745	10,804	13,996	11,410	11,013
Debt issued and other borrowed funds	440,960	417,573	451,701	460,913	438,605	468,270	458,969	393,754	406,845
Subordinated loans	37,946	38,155	36,517	33,104	33,839	34,392	32,156	32,181	34,139
Tax liabilities	13,695	13,107	16,323	14,832	13,206	12,128	10,827	8,498	6,980
Other liabilities	36,795	17,218	29,220	25,855	28,985	16,601	19,585	18,498	16,802
Non-current liabilities and disposal groups held for sale	-	-	-	-	-	-	-	951	955
Total Liabilities	1,427,989	1,358,001	1,423,906	1,377,715	1,341,145	1,347,361	1,337,059	1,233,591	1,249,154
Share capital	9,825	9,898	9,963	9,963	9,963	10,000	10,000	10,000	10,000
Share premium	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000
Reserves	4,831	5,083	4,598	6,642	7,676	9,158	7,919	7,478	6,605
Retained earnings	146,062	154,712	150,133	143,919	137,746	144,716	138,694	131,184	125,596
Total Equity	215,718	224,693	219,694	215,524	210,385	218,874	211,613	203,662	197,201
Total Liabilities and Equity	1,643,707	1,582,694	1,643,600	1,593,239	1,551,530	1,566,235	1,548,672	1,437,253	1,446,355

Net interest income - 9 quarter summary

ISK million	1Q24	4Q23	3Q23	2Q23	1Q23	4Q22	3Q22	2Q22	1Q22
Cash and balances with Central Bank	1,105	1,349	1,438	1,376	1,226	1,081	921	391	398
Loans to credit institutions	891	988	1,051	693	504	536	151	52	18
Loans to customers	31,510	29,937	28,801	30,392	28,340	21,305	24,308	21,334	17,176
Financial assets mandatorily at fair value through profit or loss	2,459	3,438	3,004	2,501	2,092	2,016	1,665	1,451	1,203
Financial assets mandatorily at fair value through other comprehensive income	656	-	-	-	-	-	-	-	-
Other assets	2	8	2	1	1	3	1	1	2
Total interest income	36,623	35,720	34,296	34,963	32,163	24,941	27,046	23,229	18,797
Deposits from Central Bank and credit institutions	(89)	(87)	(52)	(71)	(33)	(136)	(136)	(52)	(40)
Deposits from customers	(15,206)	(14,494)	(13,180)	(12,197)	(10,202)	(7,079)	(7,374)	(5,124)	(3,472)
Debt issued and other borrowed funds at fair value through profit and loss	(897)	(923)	(892)	(515)	(140)	(140)	(134)	(134)	(170)
Debt issued and other borrowed funds at amortised cost	(5,703)	(5,829)	(5,662)	(7,080)	(7,258)	(3,539)	(6,697)	(6,536)	(4,937)
Subordinated loans	(957)	(906)	(723)	(786)	(799)	(624)	(343)	(292)	(279)
Lease liabilities	(20)	(20)	(19)	(20)	(20)	(20)	(21)	(20)	(21)
Other liabilities	(1,629)	(1,731)	(1,922)	(1,682)	(1,288)	(1,055)	(1,026)	(817)	(669)
Total interest expense	(24,501)	(23,990)	(22,450)	(22,351)	(19,740)	(12,593)	(15,731)	(12,975)	(9,588)
Net interest income	12,122	11,730	11,846	12,612	12,423	12,348	11,315	10,254	9,209
Net interest income on loans									
Personal Banking	1,336	1,393	1,440	1,444	1,565	1,566	1,666	1,646	1,702
Business Banking	2,134	2,100	2,160	2,011	2,026	2,002	1,898	1,928	1,921
Corporate & Investment Banking	1,752	1,896	1,813	1,983	1,758	1,745	1,852	1,938	1,782
Total net interest income on loans	5,222	5,389	5,413	5,438	5,349	5,313	5,416	5,512	5,405
Net interest income on deposits									
Personal Banking	2,068	2,058	2,122	2,376	2,143	2,099	1,974	1,667	1,446
Business Banking	1,491	1,598	1,686	1,611	1,570	1,582	1,536	1,286	1,082
Corporate & Investment Banking	362	359	405	462	444	398	354	268	280
Total net interest income on deposits	3,921	4,015	4,213	4,449	4,157	4,079	3,864	3,221	2,808

Net fee and commission income - 9 quarter summary

ISK million	1Q24	4Q23	3Q23	2Q23	1Q23	4Q22	3Q22	2Q22	1Q22
Asset management	707	766	691	712	739	895	709	763	787
Investment banking and brokerage	793	916	760	838	826	773	1,061	901	892
Payment processing	1,866	2,254	2,007	2,062	1,749	2,268	1,650	1,623	1,233
Loans and guarantees	519	566	554	577	554	584	563	647	556
Other fee and commission income	584	632	376	487	525	686	339	345	355
Fee and commission income	4,469	5,134	4,388	4,676	4,393	5,206	4,322	4,279	3,823
Brokerage	(108)	(147)	(91)	(151)	(107)	(127)	(106)	(144)	(107)
Clearing and settlement	(1,062)	(1,209)	(895)	(928)	(815)	(1,039)	(698)	(701)	(561)
Other fee and commission expense	(3)	(5)	(2)	(5)	(2)	(2)	(1)	-	(91)
Fee and commission expense	(1,173)	(1,361)	(988)	(1,084)	(924)	(1,168)	(805)	(845)	(759)
Net fee and commission income	3,296	3,773	3,400	3,592	3,469	4,038	3,517	3,434	3,064

Loans to customers - 9 quarter summary

ISK million	31.3.24	31.12.23	30.9.23	30.6.23	31.3.23	31.12.22	30.9.22	30.6.22	31.3.22
Individuals	603,207	594,631	590,988	585,662	579,157	570,522	565,283	558,499	536,247
- thereof mortgages	540,341	530,676	527,055	522,544	517,625	507,969	503,416	496,394	475,366
Commerce and services	185,495	182,808	181,096	189,240	180,482	172,222	178,627	183,846	173,085
Construction	90,074	80,099	78,407	73,945	68,101	59,815	54,152	46,650	43,115
Energy	7,981	7,938	8,554	10,451	10,403	10,411	10,279	9,832	9,450
Financial services	1,086	214	626	1,909	2,093	2,622	2,070	1,815	1,860
Industrial and transportation	75,682	75,802	77,645	93,122	91,687	91,078	87,808	88,088	88,171
Investment companies	42,034	45,931	45,275	45,669	41,548	40,336	27,089	25,042	25,124
Public sector and non-profit organisations	20,895	18,476	17,482	15,759	13,707	11,046	10,338	9,680	9,784
Real estate	151,656	144,173	135,360	134,132	130,622	126,297	121,835	122,648	113,031
Seafood	70,185	73,354	75,066	87,869	101,199	102,290	95,566	107,577	108,026
Loans to customers	1,248,295	1,223,426	1,210,499	1,237,758	1,218,999	1,186,639	1,153,047	1,153,677	1,107,893

Capital and risk exposure amount - 9 quarter summary

ISK million	31.3.24	31.12.23	30.9.23	30.6.23	31.3.23	31.12.22	30.9.22	30.6.22	31.3.22
Ordinary share capital	9,825	9,898	9,963	9,963	9,963	10,000	10,000	10,000	10,000
Share premium	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000
Reserves	4,831	5,083	4,598	6,642	7,676	9,158	7,919	7,478	6,605
Retained earnings	146,062	154,712	150,133	143,919	137,747	144,716	138,694	131,184	125,596
Unaudited interim net earnings	(5,417)	-	(6,007)	-	(6,211)	-	(7,486)	-	(5,187)
IFRS 9 reversal due to transitional rules	-	-	-	-	-	1,301	1,220	1,302	1,321
Fair value changes due to own credit standing	2,172	1,827	2,135	300	(273)	(1,786)	(512)	(46)	641
Forseeable dividend payment and approved buyback	(11,032)	(14,990)	(10,242)	(10,242)	(4,067)	(27,267)	(20,533)	(20,533)	(15,000)
Tax assets	(128)	(122)	(114)	(114)	(120)	(116)	(97)	(95)	(93)
Intangible assets	(1,948)	(1,922)	(2,020)	(2,751)	(3,252)	(3,279)	(3,282)	(3,304)	(3,327)
Insufficient coverage for non-performing exposure	(2)	(3)	(1)	(1)	(19)	-	-	-	-
Total CET1 capital	199,363	209,483	203,445	202,716	196,444	187,727	180,923	180,986	175,556
Additional Tier 1 capital	9,624	10,019	9,279	9,302	9,711	10,062	9,547	9,559	10,145
Tier 1 capital	208,987	219,502	212,724	212,018	206,155	197,789	190,470	190,545	185,701
Tier 2 capital	28,322	28,135	27,238	23,802	24,128	24,330	22,609	22,622	23,994
Total capital base	237,309	247,637	239,962	235,820	230,283	222,119	213,079	213,167	209,695
Risk exposure amount									
- due to credit risk	904,616	865,758	879,889	911,210	900,897	893,110	906,891	892,395	844,745
- due to market risk:	9,615	10,360	15,776	12,553	12,718	15,417	21,343	17,092	16,628
- due to credit valuation adjustment	693	677	2,482	3,226	3,155	2,756	4,182	2,826	3,378
- due to operational risk	100,237	100,237	88,208	88,208	88,208	88,208	80,570	80,570	80,570
Total risk exposure amount	1,015,161	977,032	986,355	1,015,197	1,004,978	999,491	1,012,986	992,883	945,321
Capital ratios									
CET1 ratio ¹	19.9%	21.4%	20.9%	20.0%	19.9%	18.8%	18.2%	18.2%	18.8%
Tier 1 ratio ¹	20.9%	22.5%	21.9%	20.9%	20.8%	19.8%	19.2%	19.2%	19.9%
Total capital ratio ¹	23.6%	25.3%	24.6%	23.2%	23.2%	22.2%	21.4%	21.5%	22.5%
Leverage ratio ¹	12.6%	13.4%	12.7%	12.8%	12.9%	12.1%	11.9%	12.5%	12.4%
MREL ratio ²	39.1%	41.3%	39.2%	38.4%	33.2%	34.5%	-	-	-

1. Including first quarter profit for 31.3.24, 31.3.23 and 31.3.22 and third quarter profit for 30.9.23 and 30.9.22.

2. MREL ratio includes the CET1 capital held to meet the combined buffer requirement.

Macroeconomics - summary

	4Q23	3Q23	2Q23	1Q23	4Q22	3Q22	2Q22	1Q22	4Q21
YoY change, %									
GDP growth	0.6	2.1	5.2	8.9	8.2	8.0	10.0	9.5	6.0
Total investment	-7.6	-2.3	4.1	5.4	20.8	10.1	10.7	20.1	13.1
Business investment	-15	3.9	8.5	9.8	46.0	12.3	17.6	36.2	16.4
Residential investment	9.4	0.1	-3.2	-7.8	-8.4	-3.6	-5.1	-7.7	-5.7
Personal consumption	-2.3	-1.1	0.8	4.8	5.8	5.5	13.1	9.0	12.3
Unemployment rate, % of workforce	3.4	2.9	3.1	3.6	3.3	3.3	4.0	5.1	4.9
Current account, % of GDP	-2.7	7	0.6	-1.4	-2.8	2.9	-3.8	-3.6	-6.3
International investment position, % of GDP	37.7	30.6	28.1	24.7	24.1	20.9	22.4	32.1	43.4
Gross general govt. debt, % of GDP					68.7				75.3
Household debt, gross, % of GDP	73.1	73.2	73.5	74.4	73.0	77.6	79.4	80.9	82.9
Corporate debt, gross, % of GDP	74	73.7	75.7	75.2	76.7	77.4	79.0	80.4	82.3
YoY change, %									
Inflation	7.9	7.8	9.4	10	9.4	9.7	7.9	6.2	4.8
Residential real estate price index	-3.8	-4.7	0.7	5.3	10.6	13.2	11.9	11.1	10.3
Wages	9.5	10.8	10	8.9	9.4	8.1	8.4	7.2	7.5
Real wages	1.4	2.8	0.5	-1.0	0	-1.4	0.4	1.0	2.5
ISK index, average	195.5	189.5	195.6	200.2	194.6	188.4	186.0	191.2	196.3
Central bank policy rate (1W)	9.25	9	7.9	6.4	5.8	5.1	3.5	2.4	1.8
Long-term nominal yield	7.2	6.8	6.4	6.7	6.2	5.7	5.4	4.7	4.1
Long-term real yield	2.8	2.4	2.1	2.0	1.9	1.3	0.6	0.4	0.5

Allocation reporting for Íslandsbanki's Sustainable Financing Framework (2020-2023)

Allocation to Eligible Projects (outstanding amount)

ISK million	31.12.23	31.12.22	31.12.21	31.12.20
Clean Transportation	22,579	12,444	6,259	3,392
Eco-efficient and circular economy adapted products, production technologies and processes	796	828	-	-
Renewable energy	5,988	6,257	6,332	6,307
Green buildings	26,343	16,100	9,688	1,502
Certified organic farm	734	776	719	-
Sustainable waste management	1,025	772	836	902
Information and communication technology	880	5,283	5,055	-
Sustainable seafood products	25,224	25,759	19,468	-
Government defined company support	1,455	2,757	3,636	3,271
Affordable housing	3,521	356	366	2,242
Education and vocational training	253	96	431	7,061
Equality, diversity and empowerment	8,593	7,141	4,988	-
Total sustainable assets	97,391	78,570	57,778	24,677

ISK million	31.12.23	31.12.22	31.12.21	31.12.20
Green bonds (ISK) ¹	10,320	10,320	6,603	2,709
Sustainable bonds (EUR)	45,150	87,420	44,657	46,944
Loan from the Nordic Investment Bank (USD)	12,337	12,337	-	-
Sustainable deposits (ISK)	153	10	-	-
Total sustainable debt	67,960	110,087	51,260	49,653

Thereoff older than 18 months at year end ²	46,543	44,950	-	-
Allocation ratio of debt issued more than 18 months old ²	100%	100%	100%	100%
Allocation ratio of debt issued less than 18 months old ³	100%	52%	113%	50%

1. ISK green bonds proceeds can be allocated to green or blue categories as both are based on the ICMA green bond principles.

2. Íslandsbanki is committed to allocating all sustainable funding within 18 months of disbursement.

3. While any proceeds or Sustainability Instruments remain unallocated to Sustainability Loans, Íslandsbanki will temporarily hold or invest any unallocated net proceeds at its own discretion in its liquidity portfolios.

Íslandsbanki strives, over time, to maintain a level of allocation for Eligible Assets which matches or exceeds the balance of net proceeds from its outstanding Sustainability Instruments.

Impact of Eligible Projects for Íslandsbanki's Sustainable Financing Framework 2023

	Allocation to Eligible Projects			Selected impact indicators												Avoided greenhouse gas emissions per million ISK	Avoided greenhouse gas emissions per million EUR ⁷	
	Amount outstanding 31.12.2023	Share of funding	Share of capex ³	Avoided greenhouse gas emissions ⁴	Clean vehicles ⁵	Certified products sold	Clean energy produced	Green building	Additional waste recycled	Fiber optic cables laid	MSC certified products sold	Companies supported ⁶	Dwellings	Students reached	Loans to gender balanced companies			
	ISK million	%	%	tCO2e	number of	number of	GWh	number of	tonnes	km	tonnes	number of	number of	number of	number of			
Clean transportation	22,637	n.a.*	84%	8,843	6,101												0.4	59
Eco-certified products	796	n.a.*	96%			n.a.*												
Renewable energy	5,988	n.a.*	100%	1,150			131										0.2	29
Green buildings ¹	26,343	n.a.*	100%					22										
Certified organic farms	734	n.a.*	100%															
Sustainable waste management	1,025	n.a.*	100%	5400**					8000**								5.3	793
Information and communication technology ²	880	n.a.*	100%							4,500								
Sustainable seafood products	25,224	n.a.*	100%								n.a.*							
Government defined company support	1,517	n.a.	0%									212						
Affordable housing	3,521	n.a.*	100%										171					
Education and vocational training	253	n.a.*	96%											125				
Equality, diversity and empowerment	8,593	n.a.	87%												30			
	97,511		93%	9,993														

1. A benchmark for building emissions in Iceland is currently being developed. Once available, Íslandsbanki will report on the estimated reduced/avoided GHG emissions (tonnes CO2e) per year from the green buildings financed as per its Sustainable Financing Framework.

2. No benchmark is available for GHG emissions from using copper-based broadband technology in Iceland. Estimated avoided emissions in this category are therefore omitted from the report.

3. Share of capex = how much of Íslandsbanki's share of funding finances capital expenditures.

4. Calculated using the average GHG emission intensity of electricity generation in Iceland. The Icelandic benchmark emission factor for 2021 is estimated to be 10.3 gCO2 e/kWh, and has not been updated since.

5. In addition 93 charging stations and electric bikes were funded.

6. Average loan size ISK 7.1m.

7. EUR/ISK=150.5 on 31.12.2023.

* Data not available at the time of this report, will be updated later in 2024

** Estimated based on Share of funding from 2022, will be updated later in 2024 and flagged if significant changes.

Impact of Eligible Projects for Íslandsbanki's Sustainable Financing Framework 2022

	Allocation to Eligible Projects			Selected impact indicators												Avoided greenhouse gas emissions per million ISK	Avoided greenhouse gas emissions per million EUR ⁷	
	Amount outstanding 31.12.2022	Share of funding	Share of capex ³	Avoided greenhouse gas emissions ⁴	Clean vehicles ⁵	Certified products sold	Clean energy produced	Green building	Additional waste recycled	Fiber optic cables laid	MSC certified products sold	Companies supported ⁶	Dwellings	Students reached	Loans to gender balanced companies			
	ISK million	%	%	tCO2e	number of	number of	GWh	number of	tonnes	km	tonnes	number of	number of	number of	number of			
Clean transportation	12,444	100%	100%	4,300	2,112												0.3	51
Eco-certified products	828	n.a.	100%			58,600												
Renewable energy	6,257	100%	100%	848			97										0.1	20
Green buildings ¹	16,100	48%	99%					12										
Certified organic farms	776	97%	100%															
Sustainable waste management	772	27%	100%	12,000					7,200								15.5	2,294
Information and communication technology ²	5,283	35%	100%							6,000								
Sustainable seafood products	25,759	87%	86%								50,500							
Government defined company support	2,757	n.a.	n.a.									391						
Affordable housing	356	100%	100%										60					
Education and vocational training	96	100%	100%											104				
Equality, diversity and empowerment	7,141	n.a.	86%												30			
	78,570		90%	17,148														

1. A benchmark for building emissions in Iceland is currently being developed. Once available, Íslandsbanki will report on the estimated reduced/avoided GHG emissions (tonnes CO2e) per year from the green buildings financed as per its Sustainable Financing Framework.

2. No benchmark is available for GHG emissions from using copper-based broadband technology in Iceland. Estimated avoided emissions in this category are therefore omitted from the report.

3. Share of capex = how much of Íslandsbanki's share of funding finances capital expenditures.

4. Calculated using the average GHG emission intensity of electricity generation in Iceland. The Icelandic benchmark emission factor for 2021 is estimated to be 10.3 gCO2 e/kWh.

5. In addition 131 charging stations and electric bikes were funded.

6. Average loan size ISK 7.1m.

7. EUR/ISK=151.5 on 31.12.2022.

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