



Landsbankinn Factbook

31 December 2017

Contents

Disclaimer

Investor Relations

Fact Sheet

Operations year

Operations quarters

Balance sheet year

Balance sheet quarters

Key financial ratios year

Key financial ratios quarters

Segments

Key figures and ratios



Disclaimer

This presentation is for information purposes only and shall not be construed as an offer or solicitation for the subscription or purchase or sale of any financial instrument.

The information set out in this presentation has not been independently verified. No representation or warranty is made by Landsbankinn as to the accuracy, completeness or fairness of the information or opinions contained in this presentation.

This presentation may contain projections and forward-looking statements which are subject to a number of risks and uncertainties that could cause actual results to differ materially and could adversely affect the financial effects described herein.

Landsbankinn accepts no liability whatsoever for any direct or indirect loss, howsoever arising, from use of this presentation.

Landsbankinn assumes no obligation to update this presentation, provide any additional information or correct any errors, which may eventually become apparent.

[Back to contents](#)



Investor Relations

Landsbankinn Investor Relations is committed to promoting transparency and open communications through the provision of timely and relevant information about the Bank to all stakeholders and other interested parties.

For further information, please contact:

Hanna Kristín Thoroddsen

Tel: +354 410 7328

Margrét Valdimarsdóttir

Tel: +354 410 6716

ir@landsbankinn.is

[Additional information can be found on IR-web-site](#)

[Back to contents](#)

Financial Calender

21 March 2018 - AGM

3 May 2018 - 1Q Report 2018

26 July 2018 - 1H Report 2018

25 October 2018 - 9M Report 2018

7 February 2019 - Full Year Results 2018

This [calendar](#) may be subject to change.



Fact Sheet

31.12.2017



Landsbankinn in brief

Landsbankinn hf. is a leading Icelandic financial institution. The Bank offers a full range of financial services and is the market leader in the Icelandic financial service sector with the largest branch network. Focused on commercial banking, Landsbankinn provides retail and corporate banking services, capital markets services and asset and wealth management for private banking clients.

Landsbankinn hf. was established on 7 October 2008 but the history of its predecessor runs back to 1886.

The Icelandic State holds 98.2% of the shares and the total number of shareholders amount to approximately 931.

CEO of Landsbankinn hf. is Lilja Björk Einarsdóttir

Balance sheet

| | 31.12.2017 | 31.12.2016 | 31.12.2017 | 31.12.2016 |
|---|------------|------------|------------|------------|
| | ISKm | | EURm | |
| Total assets | 1,192,870 | 1,111,157 | 9,601 | 9,322 |
| Loans to customers | 925,636 | 853,417 | 7,450 | 7,160 |
| Loans to financial institutions | 44,866 | 20,408 | 361 | 171 |
| Bonds | 117,310 | 154,892 | 944 | 1,299 |
| Equities | 27,980 | 26,688 | 225 | 224 |
| Deposits from customers | 605,158 | 589,725 | 4,870 | 4,947 |
| Deposits from financial institutions | 32,062 | 20,093 | 258 | 169 |
| Borrowings | 281,874 | 223,944 | 2,269 | 1,879 |
| Equity | 246,057 | 251,231 | 1,980 | 2,108 |
| Equity ratio (CAD) | 26.7% | 30.2% | | |
| Loans / customers deposits | 153.0% | 144.7% | | |

Customers and branches

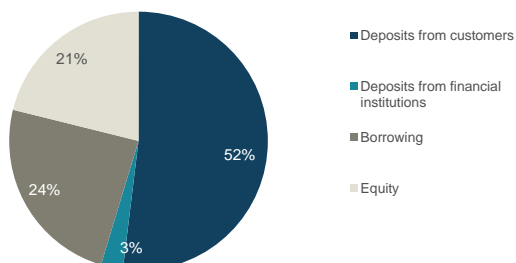
31.12.2017

| | |
|---------------------|---------|
| Retail customers | 123,400 |
| Corporate customers | 13,503 |
| Number of branches | 37 |
| Number of employees | 997 |

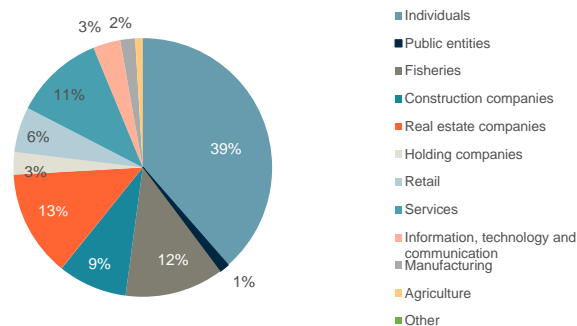
Income statement

| | 31.12.2017 | 31.12.2016 | 31.12.2017 | 31.12.2016 |
|---------------------------|------------|------------|------------|------------|
| | ISKm | | EURm | |
| Operating income | 53,512 | 48,700 | 445 | 365 |
| Profit after taxes | 19,766 | 16,643 | 164 | 125 |
| ROE after taxes | 8.2% | 6.6% | | |
| Interest spread | 2.5% | 2.3% | | |
| Cost-income ratio | 46.1% | 48.4% | | |

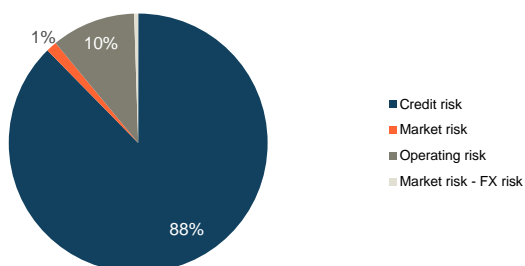
Funding profile



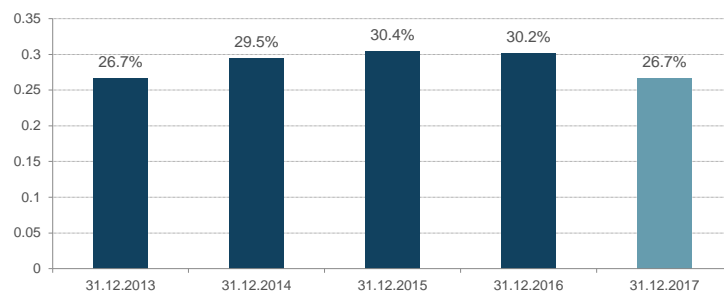
Loans and advances by industry sectors



Risk profile



Equity ratio



[Back to contents](#)

Income statement

| ISK million | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 | 7.10 - 31.12. 2008 |
|--|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|-----------------------|
| Net interest income | 36,271 | 34,650 | 32,324 | 28,073 | 34,314 | 35,584 | 32,649 | 24,685 | 28,105 | 4,291 |
| Net valuation adjustments | 1,785 | -318 | 18,216 | 20,128 | 13,053 | -4,391 | -23,587 | 641 | -6,577 | -1,256 |
| Net interest income after valuation adjustments | 38,056 | 34,332 | 50,540 | 48,201 | 47,367 | 31,193 | 9,062 | 25,326 | 21,528 | 3,035 |
| Net fee commission income | 8,431 | 7,809 | 6,841 | 5,836 | 5,291 | 4,448 | 4,423 | 3,582 | 4,213 | 987 |
| Net foreign exchange gain (loss) | -1,375 | -179 | -1,277 | 67 | 1,147 | 4,566 | -759 | 14,623 | -2,814 | 32,583 |
| Other net operating income (expenses) | 8,400 | 6,738 | 16,507 | 9,510 | 14,488 | 11,383 | 19,435 | 7,609 | 8,181 | -39,254 |
| Total operating income | 53,512 | 48,700 | 72,611 | 63,614 | 68,293 | 51,590 | 32,161 | 51,140 | 31,108 | -2,649 |
| Salaries and related expenses | 14,061 | 14,049 | 13,754 | 13,567 | 17,304 | 13,176 | 11,990 | 9,331 | 8,468 | 1,506 |
| Other operating expenses | 9,789 | 9,465 | 9,978 | 10,521 | 9,947 | 10,929 | 10,066 | 9,165 | 8,386 | 5,765 |
| Total operating expenses | 23,850 | 23,514 | 23,732 | 24,088 | 27,251 | 24,105 | 22,056 | 18,496 | 16,854 | 7,271 |
| Profit (loss) before tax | 29,662 | 25,186 | 48,879 | 39,526 | 41,042 | 27,485 | 10,105 | 32,644 | 14,254 | -9,920 |
| Income tax and tax on liabilities of financial institutions | 9,896 | 8,543 | 12,419 | 9,789 | 12,283 | 4,125 | -597 | 8,182 | 615 | -2,941 |
| Profit (loss) for the year from continuing operations | 19,766 | 16,643 | 36,460 | 29,737 | 28,759 | 23,360 | 10,702 | 24,462 | 13,639 | -6,979 |
| Profit for the year from discontinued operations | 0 | 0 | 0 | 0 | 0 | 2,134 | 6,255 | 2,769 | 693 | 43 |
| Profit (loss) for the year | 19,766 | 16,643 | 36,460 | 29,737 | 28,759 | 25,494 | 16,957 | 27,231 | 14,332 | -6,936 |

[Back to contents](#)



Income statement

| ISK million | Q4 2017 | Q3 2017 | Q2 2017 | Q1 2017 | Q4 2016 | Q3 2016 | Q2 2016 | Q1 2016 | Q4 2015 | Q3 2015 | Q2 2015 | Q1 2015 | Q4 2014 |
|--|---------------|---------------|---------------|---------------|--------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Net interest income | 9,201 | 8,894 | 10,158 | 8,018 | 8,443 | 8,596 | 10,145 | 7,466 | 7,292 | 8,834 | 8,929 | 7,269 | 5,776 |
| Net valuation adjustments | -282 | 766 | -478 | 1,779 | -4,737 | 2,144 | 1,964 | 311 | 5,882 | 10,489 | 249 | 1,596 | 6,101 |
| Net interest income after valuation adjustments | 8,919 | 9,660 | 9,680 | 9,797 | 3,706 | 10,740 | 12,109 | 7,777 | 13,174 | 19,323 | 9,178 | 8,865 | 11,877 |
| Net fee commission income | 1,840 | 2,159 | 2,316 | 2,116 | 1,900 | 2,015 | 1,914 | 1,980 | 1,702 | 1,745 | 1,753 | 1,641 | 1,640 |
| Net foreign exchange gain (loss) | -482 | -10 | -518 | -365 | -212 | 25 | -154 | 162 | -58 | -748 | -147 | -324 | 107 |
| Other net operating income (expenses) | 1,593 | 545 | 2,097 | 4,165 | 1,614 | 330 | 3,192 | 1,602 | 6,612 | 1,982 | 3,403 | 4,510 | 4,932 |
| Total operating income | 11,870 | 12,354 | 13,575 | 15,713 | 7,008 | 13,110 | 17,061 | 11,521 | 21,430 | 22,302 | 14,187 | 14,692 | 18,556 |
| Salaries and related expenses | 3,753 | 3,163 | 3,654 | 3,491 | 3,640 | 3,096 | 3,559 | 3,754 | 3,407 | 3,466 | 3,179 | 3,702 | 3,805 |
| Other operating expenses | 2,411 | 2,475 | 2,477 | 2,426 | 2,292 | 2,230 | 2,444 | 2,499 | 2,674 | 2,127 | 2,597 | 2,580 | 3,313 |
| Total operating expenses | 6,164 | 5,638 | 6,131 | 5,917 | 5,932 | 5,326 | 6,003 | 6,253 | 6,081 | 5,593 | 5,776 | 6,282 | 7,118 |
| Profit (loss) before tax | 5,706 | 6,716 | 7,444 | 9,796 | 1,076 | 7,784 | 11,058 | 5,268 | 15,349 | 16,709 | 8,411 | 8,410 | 11,438 |
| Income tax and tax on liabilities of financial institutions | 2,781 | 2,528 | 2,367 | 2,220 | 833 | 2,682 | 3,075 | 1,953 | 3,302 | 4,701 | 2,418 | 1,998 | 1,686 |
| Profit (loss) for the period from continuing operations | 2,925 | 4,188 | 5,077 | 7,576 | 243 | 5,102 | 7,983 | 3,315 | 12,047 | 12,008 | 5,993 | 6,412 | 9,752 |
| Profit for the period from discontinued operations | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Profit for the period | 2,925 | 4,188 | 5,077 | 7,576 | 243 | 5,102 | 7,983 | 3,315 | 12,047 | 12,008 | 5,993 | 6,412 | 9,752 |

Further information about older dates is available in excel Factbook

[Back to contents](#)



Balance sheet

| ISK million | 31.12.2017 | 31.12.2016 | 31.12.2015 | 31.12.2014 | 31.12.2013 | 31.12.2012 | 31.12.2011 | 31.12.2010 |
|--|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| Cash and balances with CB | 55,192 | 30,662 | 25,164 | 10,160 | 21,520 | 25,898 | 8,823 | 47,777 |
| Bonds and debt instruments | 117,310 | 154,892 | 203,684 | 243,589 | 290,595 | 228,208 | 221,848 | 161,559 |
| Equities and equity instruments | 27,980 | 26,688 | 29,192 | 29,433 | 36,275 | 36,881 | 46,037 | 29,429 |
| Loans and advances to fin institutions | 44,866 | 20,408 | 20,791 | 49,789 | 67,916 | 64,349 | 100,133 | 91,882 |
| Loans and advances to customers | 925,636 | 853,417 | 811,549 | 718,355 | 680,468 | 666,087 | 639,130 | 592,954 |
| Other assets | 18,238 | 17,641 | 16,323 | 28,832 | 29,719 | 38,044 | 65,959 | 28,743 |
| Assets classified as held for sale | 3,648 | 7,449 | 11,955 | 18,212 | 25,023 | 25,320 | 53,552 | 128,789 |
| Total | 1,192,870 | 1,111,157 | 1,118,658 | 1,098,370 | 1,151,516 | 1,084,787 | 1,135,482 | 1,081,133 |

| | | | | | | | | |
|--|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| Due to financial institutions and CB | 32,062 | 20,093 | 56,731 | 53,827 | 167,218 | 98,718 | 112,876 | 147,478 |
| Deposits from customers | 605,158 | 589,725 | 559,051 | 551,435 | 456,662 | 421,058 | 443,590 | 371,558 |
| Borrowings | 281,874 | 223,944 | 209,344 | 207,028 | 239,642 | 309,265 | 337,902 | 287,823 |
| Other liabilities | 27,615 | 24,681 | 26,844 | 32,443 | 42,750 | 29,687 | 31,485 | 27,800 |
| Liabilities associated with assets classified as held for sale | 27 | 1,095 | 1,518 | 2,834 | 3,885 | 893 | 9,385 | 61,609 |
| Subordinated liabilities | 77 | 388 | 639 | 0 | 0 | 0 | 0 | 0 |
| Equity | 246,057 | 251,231 | 264,531 | 250,803 | 241,359 | 225,166 | 200,244 | 184,866 |
| Total | 1,192,870 | 1,111,157 | 1,118,658 | 1,098,370 | 1,151,516 | 1,084,787 | 1,135,482 | 1,081,133 |

[Back to contents](#)



Balance sheet - quarter summary

| ISK million | 31.12.2017 | 30.9.2017 | 30.6.2017 | 31.3.2017 | 31.12.2016 | 30.9.2016 | 30.6.2016 | 31.3.2016 | 31.12.2015 | 30.9.2015 | 30.6.2015 | 31.3.2015 | 31.12.2014 |
|--|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| Cash and balances with CB | 55,192 | 33,157 | 32,216 | 35,826 | 30,662 | 52,822 | 43,997 | 23,228 | 25,164 | 27,120 | 38,719 | 14,347 | 10,160 |
| Bonds and debt instruments | 117,310 | 160,223 | 162,520 | 147,992 | 154,892 | 168,029 | 157,898 | 195,175 | 203,684 | 235,788 | 248,604 | 250,005 | 243,589 |
| Equities and equity instruments | 27,980 | 31,049 | 30,934 | 30,868 | 26,688 | 30,896 | 29,042 | 29,381 | 29,192 | 26,467 | 25,498 | 33,354 | 29,433 |
| Loans and advances to financial institutions | 44,866 | 41,485 | 49,292 | 70,230 | 20,408 | 16,835 | 21,885 | 15,221 | 20,791 | 46,511 | 68,707 | 86,951 | 49,789 |
| Loans and advances to customers | 925,636 | 905,927 | 870,483 | 872,350 | 853,417 | 837,494 | 827,241 | 814,669 | 811,549 | 807,033 | 761,290 | 735,479 | 718,355 |
| Other assets | 18,238 | 22,740 | 20,317 | 19,009 | 17,641 | 19,653 | 21,523 | 21,255 | 16,323 | 20,070 | 17,104 | 34,638 | 28,832 |
| Assets classified as held for sale | 3,648 | 4,377 | 4,866 | 6,192 | 7,449 | 8,073 | 8,258 | 7,771 | 11,955 | 12,815 | 12,747 | 17,606 | 18,212 |
| Total | 1,192,870 | 1,198,958 | 1,170,628 | 1,182,467 | 1,111,157 | 1,133,802 | 1,109,844 | 1,106,700 | 1,118,658 | 1,175,804 | 1,172,669 | 1,172,380 | 1,098,370 |

| | | | | | | | | | | | | | |
|--|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| Due to financial institutions and CB | 32,062 | 21,946 | 23,486 | 31,613 | 20,093 | 41,307 | 34,643 | 42,606 | 56,731 | 49,550 | 62,428 | 57,019 | 53,827 |
| Deposits from customers | 605,158 | 638,781 | 627,954 | 594,565 | 589,725 | 583,715 | 556,841 | 545,208 | 559,051 | 624,924 | 621,023 | 624,063 | 551,435 |
| Borrowings | 281,874 | 267,853 | 242,274 | 244,649 | 223,944 | 220,800 | 220,837 | 217,658 | 209,344 | 207,699 | 212,792 | 210,902 | 207,028 |
| Other liabilities | 27,615 | 26,862 | 37,441 | 76,261 | 24,681 | 34,913 | 48,310 | 31,445 | 26,844 | 38,854 | 34,710 | 43,140 | 32,443 |
| Liabilities associated with assets classified as held for sale | 27 | 155 | 155 | 1,095 | 1,095 | 1,514 | 1,510 | 1,305 | 1,518 | 1,518 | 1,450 | 2,969 | 2,834 |
| Subordinated liabilities | 77 | 229 | 374 | 390 | 388 | 407 | 412 | 632 | 639 | 775 | 414 | 427 | 0 |
| Equity | 246,057 | 243,132 | 238,944 | 233,894 | 251,231 | 251,146 | 247,291 | 267,846 | 264,531 | 252,484 | 239,852 | 233,860 | 250,803 |
| Total | 1,192,870 | 1,198,958 | 1,170,628 | 1,182,467 | 1,111,157 | 1,133,802 | 1,109,844 | 1,106,700 | 1,118,658 | 1,175,804 | 1,172,669 | 1,172,380 | 1,098,370 |

Further information about older dates is available in excel Factbook

[Back to contents](#)



Key financial ratios

| ISK million | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 | 2009 |
|---|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| Profit after taxes | 19,766 | 16,643 | 36,460 | 29,737 | 28,759 | 25,494 | 16,957 | 27,213 | 14,332 |
| Return on equity before taxes | 12.3% | 9.9% | 19.9% | 16.7% | 17.6% | 14.0% | 8.1% | 20.8% | 9.9% |
| Return on equity after taxes | 8.2% | 6.6% | 14.8% | 12.5% | 12.4% | 12.0% | 8.4% | 16.0% | 9.5% |
| After tax return on average assets* | 1.7% | 1.5% | 3.2% | 2.6% | 2.6% | 2.3% | 1.5% | 2.5% | |
| Total capital ratio | 26.7% | 30.2% | 30.4% | 29.5% | 26.7% | 25.1% | 21.4% | 19.5% | 15.0% |
| Net interest income | 36,271 | 34,650 | 32,324 | 28,073 | 34,314 | 35,584 | 32,649 | 24,685 | 14,574 |
| Interest spread as a ratio of assets and liabilities** | 2.5% | 2.3% | 2.2% | 1.9% | 2.4% | 2.6% | 2.4% | 1.6% | |
| Cost-income ratio*** | 46.1% | 48.4% | 43.8% | 56.0% | 42.9% | 45.0% | 40.6% | 36.8% | 70.9% |
| Net stable funding ratio NSFR FX | 179% | 154% | 136% | 134% | | | | | |
| Liquidity ratio LCR total | 157% | 128% | 113% | 131% | 102% | | | | |
| Liquidity LCR FX | 931% | 743% | 360% | 614% | 208% | | | | |
| Operating expenses as a ratio of average total assets**** | 2.0% | 2.1% | 2.1% | 2.1% | 2.0% | 2.2% | 2.0% | 1.7% | 1.6% |
| Total assets | 1,192,870 | 1,111,157 | 1,118,658 | 1,098,370 | 1,151,516 | 1,084,787 | 1,135,482 | 1,081,133 | 1,061,101 |
| Loans / deposits ratio | 153.0% | 144.7% | 145.2% | 130.3% | 149.0% | 158.2% | 144.1% | 159.6% | 147.4% |
| Full-time eqv.positions | 997 | 1,012 | 1,063 | 1,126 | 1,183 | 1,233 | 1,311 | 1,146 | 1,161 |
| Earnings per share | 0.84 | 0.70 | 1.54 | 1.26 | 1.22 | 1.06 | 0.71 | 1.13 | 0.60 |
| Dividend per share | 1.05 | 1.20 | 1.00 | 0.84 | 0.42 | 0.00 | 0.00 | 0.00 | 0.00 |

*After tax return on average assets = profit (loss) for the year / average total assets

**Interest spread as a ratio of assets and liabilities = interest income as a percentage of average total assets - interest expense as a percentage of average total liabilities

***Cost-income ratio = total operating expenses excl. Equity settled employee share-based salaries / (total operating income - net valuation adjustments)

****Excluding equity settled employee share-based payments

[Back to contents](#)



Key financial ratios

| ISK million | Q4 2017 | Q3 2017 | Q2 2017 | Q1 2017 | Q4 2016 | Q3 2016 | Q2 2016 | Q1 2016 | Q4 2015 | Q3 2015 | Q2 2015 | Q1 2015 | Q4 2014 |
|--|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| Profit after taxes | 2,925 | 4,188 | 5,077 | 7,576 | 243 | 5,102 | 7,983 | 3,315 | 12,047 | 12,008 | 5,993 | 6,412 | 9,752 |
| Return on equity before taxes* | 9.3% | 11.1% | 12.6% | 16.2% | 1.7% | 12.5% | 17.2% | 7.9% | 23.8% | 27.2% | 14.2% | 13.9% | 18.6% |
| Return on equity after taxes | 4.8% | 6.9% | 8.6% | 12.5% | 0.4% | 8.2% | 12.4% | 5.0% | 18.6% | 19.5% | 10.1% | 10.6% | 15.9% |
| After tax return on average assets** | 1.0% | 1.4% | 1.7% | 2.7% | 0.1% | 1.8% | 2.9% | 1.2% | 4.2% | 4.1% | 2.0% | 2.3% | 3.4% |
| Total capital ratio | 26.7% | 26.8% | 27.6% | 27.4% | 30.2% | 29.1% | 28.9% | 31.2% | 30.4% | 29.2% | 28.0% | 26.7% | 29.5% |
| Net interest income | 9,201 | 8,894 | 10,158 | 8,018 | 8,443 | 8,596 | 10,145 | 7,466 | 7,292 | 8,834 | 8,929 | 7,269 | 5,776 |
| Interest spread as a ratio of assets and liabilities*** | 2.5% | 2.5% | 2.9% | 2.2% | 2.2% | 2.4% | 2.8% | 1.9% | 1.9% | 2.4% | 2.4% | 2.0% | 1.5% |
| Cost-income ratio**** | 50.7% | 48.7% | 43.6% | 42.5% | 50.7% | 48.9% | 40.8% | 55.8% | 39.1% | 47.9% | 41.7% | 48.0% | 57.7% |
| Net stable funding ratio NSFR FX | 179% | 185% | 169% | 159% | 154% | 149% | 145% | 133% | 136% | 120% | 139% | 142% | 134% |
| Liquidity ratio LCR total | 157% | 158% | 183% | 158% | 128% | 140% | 123% | 134% | 113% | 109% | 119% | 118% | 131% |
| Liquidity LCR FX | 931% | 873% | 470% | 153% | 743% | 594% | 684% | 496% | 360% | 190% | 377% | 379% | 614% |
| Operating expenses as a ratio of average total assets***** | 2.1% | 1.9% | 2.1% | 2.1% | 2.1% | 1.9% | 2.2% | 2.2% | 2.1% | 1.9% | 2.0% | 2.2% | 2.5% |
| Total assets | 1,192,870 | 1,198,958 | 1,170,628 | 1,182,467 | 1,111,157 | 1,133,802 | 1,109,844 | 1,106,700 | 1,118,658 | 1,175,804 | 1,172,669 | 1,172,380 | 1,098,370 |
| Loans / deposits ratio | 153.0% | 141.8% | 138.6% | 146.7% | 144.7% | 143.5% | 148.6% | 149.4% | 145.2% | 129.1% | 122.6% | 117.9% | 130.3% |
| Full-time eqv.positions | 997 | 998 | 988 | 1,000 | 1,012 | 1,043 | 1,040 | 1,063 | 1,063 | 1,092 | 1,088 | 1,102 | 1,126 |

Further information about older dates is available in excel Factbook

*Return on equity before taxes = profit (loss) for the period before taxes / average total equity

**After tax return on average assets = profit (loss) for the period / average total assets

***Interest spread as a ratio of assets and liabilities = interest income as a percentage of average total assets - interest expense as a percentage of average total liabilities

****Cost-income ratio = total operating expenses excl. Equity settled employee share-based salaries / (total operating income - net valuation adjustments)

*****Excluding equity settled employee share-based payments

[Back to contents](#)



| Segments - 12 months 2017 | | | | | | | |
|--|---------------|---------------|--------------|--------------|----------------|-------------|---------------|
| ISK million | Personal | Corporate | | | Support | Recon- | |
| | Banking | Banking | Markets | Treasury | functions | ciliation | Total |
| Net interest income (expense) | 15,665 | 16,611 | 398 | 3,656 | 40 | -99 | 36,271 |
| Net valuation adjustments | 1,014 | 761 | 0 | 10 | 0 | 0 | 1,785 |
| Net fee and commission income | 3,387 | 966 | 4,535 | -311 | 135 | -281 | 8,431 |
| Other net operating income | -74 | -1 | -161 | 5,027 | 2,126 | 108 | 7,025 |
| Total operating income (expences) | 19,992 | 18,337 | 4,772 | 8,382 | 2,301 | -272 | 53,512 |
| Operating expenses | -6,294 | -1,644 | -2,178 | -1,671 | -12,354 | 291 | -23,850 |
| Profit (loss) before cost allocation and tax | 13,698 | 16,693 | 2,594 | 6,711 | -10,053 | 19 | 29,662 |
| Cost allocated from support functions to business segments | -5,254 | -3,652 | -1,540 | -1,046 | 11,492 | 0 | 0 |
| Profit before tax | 8,444 | 13,041 | 1,054 | 5,665 | 1,439 | 19 | 29,662 |

| | | | | | | | |
|-------------------|---------|---------|--------|---------|--------|----------|-----------|
| Total assets | 436,874 | 505,912 | 12,267 | 453,475 | 16,051 | -231,709 | 1,192,870 |
| Total liabilities | 374,660 | 382,541 | 7,316 | 397,954 | 16,051 | -231,709 | 946,813 |
| Allocated capital | 62,214 | 123,371 | 4,951 | 55,521 | 0 | 0 | 246,057 |

[Back to contents](#)



Key figures and ratios

| Key figures and ratios | Definition |
|---|--|
| Return on equity before taxes | Profit before taxes / average total |
| Return on equity after taxes | Profit after taxes / ave |
| Adjusted return on equity after taxes | (Profit after taxes - tax on liabilities of financial institutions - positive net valuations *0,74) / average total equity |
| Total capital ratio | Capital base (CET1 + AT1 + T2) / risk weighted assets |
| Cost-income ratio | Total operating expenses / (total operating income - net valuation adjustments) |
| Operating expenses as a ratio of average total assets | Total operating expenses as a ratio of average total assets |
| Interest spread as a ratio of assets and liabilities | (Interest income / average total assets) - (interest expenses / average total liabilities) |
| Loans/ deposits | Loans and advances to customers/ deposits from customers |
| Deposits / total assets | Deposits from customers/ total assets |
| Number of full-time equivalent positions at year-end | Number of full-time equivalent positions at year-end |
| Earnings per share | Profit for the year attributable to owners of the Bank / Weighted average number of shares outstanding |
| Dividend per share | Dividends paid/ number of shares outstanding |
| Common equity Tier 1 capital (CET1) | Total equity - deductions (intangible assets, deferred tax assets) |
| Additional Common equity Tier 1 capital (AT1) | Capital instruments under Tier 1 other than (CET1) |
| Tier 1 capital (T1) | Common equity Tier 1 capital + additional Common equity Tier 1 capital |
| Tier 2 capital (T2) | Common equity Tier 1 capital + additional Common equity Tier 1 capital + subordinated liabilities - regulatory amortisation + general credit risk adjustment |
| Leverage ratio | Common equity Tier 1 capital + additional Common equity Tier 1 capital / (total assets + off balance sheet items) |
| Liquidity coverage ratio (LCR) | High quality liquid assets / total net liquidity outflows over 30 days |
| Net stable funding ratio (NSFR) | Available amount of stable funding / required amount of stable funding |

[Back to contents](#)

