

Quarterly Report

Q1 2025

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Management's Review

Quarterly Report summary

With a profit before tax of DKK 39.1 million for Q1, the BANK of Greenland made a sound start to 2025. As expected, the result is affected by the declining level of interest rates, and is also below the profit of DKK 61.8 million for the same period of 2024. The profit before value adjustments and write-downs amounts to DKK 45.3 million, compared to DKK 61.7 million for the previous year and DKK 49.9 mill. in Q4 2024.

Lending has increased by DKK 94 million since the end of 2024, amounting to DKK 5,125 million at the end of March 2025. It was expected that Greenland's economic development would result in positive, but more subdued growth in the Bank's lending in 2025. Guarantees decreased by DKK 35 million from DKK 1,423 million at the end of 2024 to DKK 1,388 million at the end of March 2025.

Net interest and fee income decreased by DKK 11.7 million to DKK 108.0 million in the first three months of 2025, compared to the same period in 2024. The decrease is mainly due to the development in the level of interest rates.







Total expenses including depreciation amount to DKK 64.4 million at the end of Q1 2025, compared to DKK 59.2 million for the same period of 2024.

The increase concerns staff expenses as a consequence of an increase due to collective agreement-based adjustments and continued investment in more employees, as well as other administration expenses, where the increase can be attributed primarily to IT expenses and further training of employees.

At the end of March 2025, value adjustments show a capital gain of DKK 7.2 million, compared to a capital gain of DKK 5.4 million for the same period of 2024. The new interest rate trends resulted in positive development in the Bank's bond holdings. The Bank's sectoral equities portfolio gave a return at the level of the previous year.

Impairment write-downs of loans and guarantees amounted to DKK 13.4 million in Q1 2025, compared to DKK 5.3 million in the same period of 2024. Despite the increase, the Bank sees continued satisfactory creditworthiness in the loan portfolio. In addition to the Bank's individual impairment models, a management supplement of DKK 38.4 million has been allocated.

In the stock exchange announcement of 11 December 2024, the forecast profit before tax for 2025 was stated as a range of DKK 150-185 million, which remains unchanged.

-  The profit before tax gives a return of 10.7% p.a. on opening equity after disbursement of dividend.
-  Lending above DKK 5 billion.
-  Deposits of DKK 7.2 billion.
-  Core earnings per krone in costs of 1.7 at 31 March 2025, compared to 2.0 at 31 March 2024.
-  Write-downs and provisions of 0.2% for the period.
-  Solvency ratio of 25.5 and a capital requirement of 10.6%



Financial Highlights for Q1 2025

	Q1 2025	Q1 2024	Full year 2024	Q1 2023	Q1 2022	Q1 2021
Net interest and fee income	107,955	119,629	470,264	104,056	85,747	86,095
Value adjustments	7,190	5,367	28,578	7,907	-10,667	3,127
Other operating income	1,746	1,301	5,400	1,392	1,635	1,139
Staff and administration expenses	61,704	56,406	226,362	54,390	47,063	47,123
Depreciation and impairment of tangible assets	2,286	2,141	9,017	2,060	1,829	1,740
Other operating expenses	394	639	4,255	464	305	406
Write-downs on loans and receivables, etc.	13,424	5,326	18,909	6,992	718	922
Profit before tax	39,083	61,785	245,699	49,449	26,800	40,170
Tax	-35,229	-9,304	36,689	3,362	-10,900	-1,281
Profit for the period	74,312	71,089	209,010	46,087	37,700	41,451
Selected balance sheet items:						
Lending	5,125,023	4,891,724	5,030,995	4,398,940	3,904,824	3,905,129
Deposits	7,207,067	6,681,539	7,152,807	6,012,091	5,542,272	5,571,272
Equity	1,489,082	1,452,334	1,593,622	1,329,742	1,236,483	1,174,147
Total assets	9,970,048	9,092,785	10,021,543	8,057,981	7,372,841	7,177,469
Contingent liabilities	1,387,693	1,796,756	1,422,643	1,917,778	1,786,028	1,804,673
Key figures:						
Capital ratio	25.5	26.3	26.9	23.0	24.4	22.3
Core capital ratio	23.7	25.1	25.1	22.6	24.4	22.3
Return on equity before tax for the period	2.5	4.2	16.0	3.7	2.1	3.4
Return on equity after tax for the period	4.8	4.9	13.6	3.5	3.0	3.5
Income per cost krone	1.5	2.0	2.0	1.8	1.5	1.8
Rate of return	0.7	0.8	2.1	0.6	0.5	0.6
Interest risk rate	0.7	0.7	0.6	1.3	1.2	1.6
Foreign exchange position	0.3	0.3	0.5	0.5	0.8	0.7
Liquidity coverage ratio	267.2	249.6	266.2	230.9	236.7	290.9
Net stable funding ratio	137.0	133.7	137.5	132.2	-	-
Lending plus write-downs as a ratio of deposits	67.7	70.6	67.0	71.4	68.8	70.1
Lending as a ratio of equity	3.4	3.4	3.2	3.3	3.2	3.3
Growth in lending for the period	1.9	1.6	4.5	1.0	3.2	-2.5
Sum of large exposures	133.9	147.9	136.0	165.5	164.0	163.6
Write-down ratio for the period	0.2	0.1	0.3	0.1	0.0	0.0
Accumulated write-down ratio	3.6	3.1	3.4	3.1	3.2	3.2
Profit per share after tax for the period	41.3	34.3	116.1	25.6	20.9	23.0
Net book value per share	827.3	806.9	885.3	738.7	686.0	652.0
Stock exchange quotation/net book value per share	0.9	0.8	0.8	0.8	0.9	1.0

Management's Review, Q1 2025

Statement of income

At TDKK 82,246 compared to TDKK 93,199 net interest income decreased by 12% in Q1 2025. A falling level of interest rates in 2025 was expected, and the certificate of deposit interest rate is also on average around 1.25% points lower in 2025 than in Q1 2024.

The Bank also saw shifts in deposits in favour of savings and high-interest-rate accounts, thereby reducing the deposit margin during 2024 and 2025.

The development in the level of interest rates is offset, however, by the increase in lending and deposits in 2024 and Q1 2025.

Fee and commission income decreased by TDKK 721 compared to the same period of 2024. Lower payment settlement fees and a lower guarantee level are the primary contributing factors.

Net interest and fee income decreased overall by TDKK 11,674 to TDKK 107,955 in the first three months of 2025.

Other operating income amounts to TDKK 1,746, which is an increase of TDKK 445 from 31 March 2024. The difference primarily concerns increasing administration income.

Staff and administration expenses amounted to TDKK 61,704, which is an increase of TDKK 5,298 compared to 31 March 2024.

Staff expenses increased by TDKK 3,154 as a result of staff increases and salary increases under collective agreements. Administration expenses increased by TDKK 2,144. The increase primarily concerns IT expenses and supplementary training of employees.

Other operating expenses, which concern operation and maintenance of the Bank's office buildings, decreased by TDKK 245 to TDKK 394 in Q1 2025, compared to the same period in 2024. The decrease is primarily due to fluctuations in the timing of planned maintenance of bank buildings.

Depreciation of properties and fixtures and fittings amounts to TDKK 2,286, compared to TDKK 2,141 for the same period in 2024.

The profit before value adjustments and write-downs is a satisfactory TDKK 45,317, compared to TDKK 61,744 in Q1 2024.

Value adjustments present a total capital gain of TDKK 7,190, compared to a capital gain of TDKK 5,367 for the same period in 2024. The Bank's holdings of sector equities gave a more or less unchanged return, while based on the level of interest rates, the Bank's bond holdings showed an increase in value adjustments of TDKK 2,486. The currency area is at a lower level than for the same period in 2024.

Selected Highlights and Key Figures (not audited)

DKK 1,000

	Q1 2025	Q4 2024	Q3 2024	Q2 2024	Q1 2024	Q4 2023	Q3 2023	Q2 2023
Net interest and fee income	107,955	114,392	113,509	122,734	119,629	119,981	111,043	99,933
Costs, depreciation and amortisation	64,384	65,959	56,190	58,299	59,186	61,918	51,492	51,814
Other operating income	1,746	1,428	1,355	1,316	1,301	1,346	1,451	1,613
Profit before value adjustments and write-downs	45,317	49,861	58,674	65,751	61,744	59,409	61,002	49,732
Value adjustments	7,190	6,004	18,657	-1,450	5,367	20,248	8,817	3,085
Write-downs on loans, etc.	13,424	3,745	3,892	5,946	5,326	5,907	1,974	-713
Profit before tax	39,083	52,120	73,439	58,355	61,785	73,750	67,845	53,530

Impairment of loans, etc. amounts to TDKK 13,124, compared to TDKK 5,326 for the same period in 2024. The development in the quarter is due to single exposures and the Bank continues to see a generally sound lending portfolio. The impairment

level is still modest and the impairment ratio for the period is 0.2%.

Despite continued focus on Greenland and geopolitical instability, Greenland and the BANK of Greenland's customers are not significantly challenged so far. However, the future economic development is subject to uncertainty.

In addition to the individual write-downs, on this basis the Bank has maintained a significant management reserve of DKK 38.4 million to counter risks.

The profit before tax is TDKK 39,083, and is thereby TDKK 22,702 lower than for the same period in 2024.

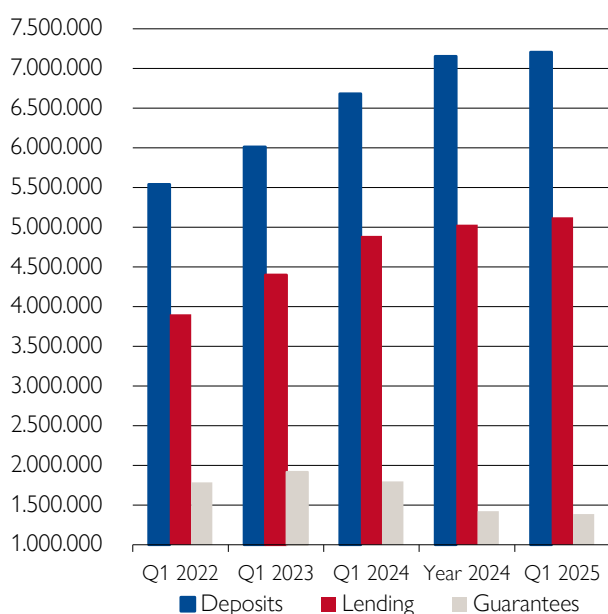
Balance sheet and equity

During Q1, the Bank's lending showed a satisfactory increase of TDKK 94,028 to TDKK 5,125,023, while the Bank's guarantees to customers decreased by TDKK 34,950 from the end of 2024 and amounted to TDKK 1,387,693 at the end of March 2025.

In the annual reallocation the Bank acquired additional sector equities in 2025. At 31 March 2025, equities, etc. amount to TDKK 163,087 compared to TDKK 150,963 at the end of 2024.

In Q1, the Bank acquired five new staff homes, increasing the value of domicile properties to TDKK 327,149.

At the end of March 2025, the Bank's deposits, which predominantly comprise on-demand deposits, amounted to TDKK 7,207,067, which is an increase of TDKK 54,260 from the end of 2024. The Bank continues to have a stable deposit/lending ratio of approximately 141%.



After payment of the dividend of TDKK 180,000 for 2024 adopted by the Annual General Meeting, the Bank's equity decreased from TDKK 1,593,622 to TDKK 1,489,082.

Total assets thereafter amount to TDKK 9,970,048.

Uncertainty of recognition and measurement

The principal uncertainties concerning recognition and measurement are related to write-downs on lending, provisions on guarantees and non-utilised credit facilities, together with the valuation of properties, unlisted securities and financial instruments. The management assesses that the presentation of the accounts is subject to an appropriate level of uncertainty.

Financial risks

The BANK of Greenland is exposed to various financial risks, which are managed at different levels of the organisation. The Bank's financial risks consist of:

Credit risk: Risk of loss as a consequence of debtors' or counterparties' default on actual payment obligations.

Market risk: Risk of loss as a consequence of fluctuation in the fair value of financial instruments and derivative financial instruments due to changes in market prices. The BANK of Greenland classifies three types of risk within the market risk area: interest rate risk, foreign exchange risk and share risk.

Liquidity risk: Risk of loss as a consequence of the financing costs increasing disproportionately, the risk that the Bank is prevented from maintaining the adopted business model due to a lack of financing/funding, or ultimately, the risk that the Bank cannot fulfil agreed payment commitments when they fall due, as a consequence of the lack of financing/funding.

Operational risk: The risk that the Bank in full or in part incurs financial losses as a consequence of inadequate or inappropriate internal procedures, human errors, IT systems, etc.

Capital requirement

The BANK of Greenland must by law have a capital base that supports the risk profile. The BANK of Greenland compiles the credit and market risk according to the standard method and the operational risk according to the basic indicator method.

MREL requirement

The requirement concerning own funds and eligible liabilities must be viewed as an element of the recovery and resolution of banks. This entails that banks which are subject to this requirement must maintain a ratio of capital instruments and debt

obligations that, in a resolution situation, can be written down or converted before simple claims.

On 10 December 2024, a revised MREL requirement was determined for the BANK of Greenland, at 30.2% of the Bank's risk-weighted assets at the end of 2023. The MREL requirement is being phased in during the period from 2022 to 2027. The linear phasing-in means that by 2025 the Bank must fulfil an MREL requirement of 10.07%. This means that in the course of the coming years, the Bank must fulfil the phased-in requirement by issuing capital instruments and consolidation of equity capital.

In continuation of the established MREL requirement, the Bank made issues in 2021-2024. A total of DKK 275 million was issued in Senior Non-Preferred and DKK 105 million in subordinated debt.

In 2025, the Bank also expects to issue securities.

Capital requirement	Q1 2025	Year 2024
Pillar I	8.00%	8.00%
Pillar II	2.62%	3.10%
Solvency requirement	10.62%	11.10%
SIFI buffer requirement	1.50%	1.50%
Capital reserve buffer requirement	2.50%	2.50%
Capital requirement	14.62%	15.10%
MREL requirement (phased in linearly as from 1 January 2022)	10.07%	7.55%
Total capital requirement	24.69%	22.65%
Capital base, cf. Note 18	1,529,073	1,535,841
SNP issue	273,696	273,569
MREL capital base	1,802,769	1,809,410
MREL capital ratio	30.01%	31.70%
Surplus capital cover	5.32%	9.05%

Solid capital base

In accordance with the Danish Financial Business Act, the Board of Directors and the Executive Management must ensure that the BANK of Greenland has an adequate capital base. The capital requirement is the capital which, according to the management's assessment, as a minimum is needed to cover all risks.

The BANK of Greenland was designated as an SIFI institution in April 2017.

Based on the requirements concerning own funds and eligible liabilities, the Board of Directors expects that the total capital reserves must be increased during the coming years. The aim of the Board of Directors is that there must be sufficient capital for growth in the Bank's business activities, just as there must be sufficient capital to cover ongoing fluctuations in the risks assumed by the Bank.

In 2021, the Bank's Board of Directors therefore adopted a capital objective with a set target for CET1 of 24%. The BANK of Greenland's core capital ratio was 23.7 at the end of March 2025, and the capital ratio was 25.5.

The capital adequacy regulations CRR3 were implemented in early 2025 in the EU, which is expected to have an effect in Greenlandic law by the end of 2025. However, the bank has, based on new IT systems for capital adequacy calculations, begun adapting to the regulation in the first quarter of 2025 and will continue this adaptation towards implementation in the law of Greenland.

Risk-weighted assets have increased by TDKK 296,785 and amounts to a total of TDKK 6,007,146 by the end of March 2025. It was expected that the bank would see an increase as a result of changes in the weighting of real estate exposures in particular. When the legislation is implemented in Greenland, the bank expects a decrease in the calculation of risk-weighted items.

The result for Q1 2025 has not been verified by the Bank's auditor and is therefore not included in the capital ratio. Including the result at 31 March 2025, the core capital ratio is calculated at 24.3% and the capital ratio at 26.0.

At the end of September 2024, the Bank's individual solvency requirement was compiled at 10.6%. The BANK of Greenland thus has surplus capital cover before the buffer requirements of 14.9%, or TDKK 891,312. After deductions for the capital reserve buffer requirement of 2.5% and the SIFI buffer requirement of 1.5%, the surplus cover is 10.9%.

The BANK of Greenland's reported individual solvency requirement according to the 8+ model

	Q1 2025		Year 2024	
	Capital require- ment	Solvency requi- rement	Capital require- ment	Solvency requi- rement
Pillar I requirement	480,572	8.0	456,829	8.0
Credit risk	102,226	1.7	114,534	2.0
Market risk	17,691	0.3	27,320	0.5
Liquidity risk	5,720	0.1	6,270	0.1
Operational risk	24,214	0.4	23,621	0.4
Other risk	7,338	0.1	5,524	0.1
Capital and solvency requirement	637,761	10.6	634,098	11.1

The BANK of Greenland has published further details of the calculated solvency requirement in a report on its website <http://www.banken.gl/report/>

Liquidity

The liquidity coverage ratio (LCR) is a minimum requirement of the ratio between current assets and liabilities, to ensure a satisfactory liquidity ratio.

At the end of Q1, the Bank had an LCR of 267.2% and thereby fulfils the LCR requirement of at least 100%.

The Bank's required funding is based solely on deposits.

The Supervisory Diamond for banks

The BANK of Greenland has considered the benchmarks set out in the Danish FSA's Supervisory Diamond for banks. The Supervisory Diamond states four benchmarks for banking activities which the Bank aims to fulfil. It must be noted that publicly-owned enterprises account for 46% points of the sum of large exposures.

The property exposure amounts to 18.6%. This exposure is subject to considerable subordinate public financing. In addition, some of the exposure is based on lease contracts with the state, the Government of Greenland or municipalities. The Bank assesses that both of these factors contribute to stabilising the overall sector exposure.

Investor relations

The BANK of Greenland's overall financial objective is to achieve a competitive return for the shareholders. At a price of 765 at the end of March 2025, the price of the BANK of Greenland's share has increased since the end of 2024, when the price was 700.

At the Bank's Annual General Meeting on 26 March 2025, a dividend payment of DKK 100 per share, or a total of DKK 180 million, to the Bank's shareholders was adopted, and this was paid out on 31 March 2025.

In accordance with Section 28a of the Danish Companies Act, six shareholders have notified shareholdings in excess of 5%. The Bank has no holdings of own shares.

The BANK of Greenland's mission, values and corporate governance

The BANK of Greenland conducts banking activities in Greenland in open competition with domestic and foreign banks and provides advice and services in the financial area to all citizens and businesses in Greenland.

The Bank's mission should be viewed in a broader perspective whereby the BANK of Greenland can be seen as the BANK for all of Greenland. This entails an enhanced responsibility to participate positively and actively in society's development and to help to create opportunities for the benefit of Greenland, while

The Supervisory Diamond	Q1 2025	Limit
Sum of large exposures	133,90%	< 175%
Property exposure	18,60%	< 25%
Growth in lending	4,80%	< 20%
Liquidity-benchmark	266,90%	> 100%

also ensuring sound financial activities. The BANK of Greenland is highly aware of this vital role.

The BANK of Greenland's values are firmly anchored in the Bank and its employees. The values are Commitment, Decency, Customer-oriented and Development-oriented. These values serve as a guide for how we act and wish to be seen within and outside the Bank.

The BANK of Greenland considers all of the Corporate Governance recommendations and the Danish Executive Order on Management and Control of Banks, etc. and it is the Bank's objective to observe these recommendations at all times and to the greatest possible extent. The Bank's Corporate Governance Statement can be found on the Bank's website www.banken.gl.

Outlook for the remainder of 2025

As described in the Annual Report for 2024, the BANK of Greenland expects close to zero growth in Greenland's economy in 2025.

In both the short and longer term, the increased focus on Greenland can affect the economic development and the framework conditions in Greenland. However, the BANK of Greenland has no basis to assess that this will be of any material significance in the short term in 2025, so that it is still the macroeconomic and local conditions that are generally expected to influence the Bank's operations.

Expected declining interest rates are expected to increase the appetite for investment, however, and lending is expected to develop positively towards year-end, but with lower growth than in 2024. Deposits are expected to be at the level of or just above the end of 2024.

The Bank will be affected if inflation and cyclical trends are exacerbated or amplified to any significant degree.

Total core income is expected to decrease in 2025, for which the primary reason is the development in interest rates.

Total expenses including depreciation and amortisation are expected to be higher than in 2024. A few staff increases and the full effect of staff increases are expected in 2024. Administration expenses are also expected to increase, primarily in the IT area.

The Bank assesses that the credit quality of the loan portfolio is satisfactory. Impairment write-downs on loans are therefore still expected to be at a low, but normalised, level.

Based on the expected level of interest rates, gains on the Bank's listed securities must be expected. Capital gains are also expected from the currency area and sector shares.

On this basis, the expectation of a profit before tax at the level of DKK 150-185 million is maintained.

Management Statement

The Board of Directors and Executive Management have today considered and approved the quarterly report for the period 1 January – 31 March 2025, for the public limited liability company, GrønlandsBANKEN A/S.

The quarterly report is presented in accordance with the Danish Financial Business Act, and the Management's Review is prepared in accordance with the Danish Financial Business Act. The quarterly report is furthermore prepared in accordance with additional Danish disclosure requirements for listed financial companies.

It is our opinion that the quarterly report gives a true and fair view of the Bank's assets, liabilities and financial position at 31 March 2025, and of the results of the Bank's operations for Q1 2025.

It is our opinion that the Management's Review gives a true and fair review of the development in the Bank's activities and financial affairs, as well as a description of the significant risks and uncertainties to which the BANK of Greenland is subject.

Nuuk, 13 May 2025

Executive Management

Martin Birkmose Kviesgaard

Board of Directors

Gunnar í Liðá

Chair

Kristian Frederik Lennert

Vice Chair

Maliina Bitsch Abelsen

Pia Werner Alexandersen

Gert Jonassen

Pilunnguaq Frederikke Johansen Kristiansen

Tulliaq Angutimmarik Olsen

Niels Peter Fleischer Rex

Peter Angutinguaq Wistoft



Income Statement and Statement of Comprehensive Income

DKK 1.000

Notes		Q1 2025	Full year 2024	Q1 2024
3	Interest income	100,606	476,909	123,892
4	Interest expenses	18,360	116,956	30,693
	Net interest income	82,246	359,953	93,199
	Share dividend, etc.	0	8,859	0
5	Fees and commission income	25,775	102,129	26,496
	Fees paid and commission expenses	66	677	66
	Net interest and fee income	107,955	470,264	119,629
6	Value adjustments	7,190	28,578	5,367
	Other operating income	1,746	5,400	1,301
7	Staff and administration expenses	61,704	226,362	56,406
	Depreciation and impairment of tangible assets	2,286	9,017	2,141
	Other operating expenses	394	4,255	639
16	Write-downs on loans and receivables, etc.	13,424	18,909	5,326
	Profit before tax	39,083	245,699	61,785
8	Tax	-35,229	36,689	-9,304
	Profit for the period	74,312	209,010	71,089
	COMPREHENSIVE INCOME			
	Profit for the period	74,312	209,010	71,089
	Other comprehensive income:			
	Value adjustment of properties	1,530	6,084	1,497
	Value adjustment of defined-benefit severance/pension scheme	0	-74	0
	Tax on value adjustment of properties	-382	-1,521	-374
	Other comprehensive income	1,148	4,489	1,123
	Comprehensive income for the period	75,460	213,499	72,212

Balance Sheet

DKK 1.000

Notes	Assets	31 March 2025	31 December 2024	31 March 2024
	Cash balance and demand deposits with central banks	1,985,031	2,080,989	1,704,750
9	Receivables from credit institutions and central banks	71,739	155,989	112,646
16	Loans and other receivables at amortised cost	5,125,023	5,030,995	4,891,724
10	Bonds at fair value	1,494,723	1,498,540	1,282,595
	Shares, etc.	163,087	150,963	149,261
11	Assets connected to pool schemes	696,021	675,765	538,247
	Land and buildings in total, domicile properties	327,149	310,860	310,900
	- Domicile properties	327,149	310,860	310,900
	Other tangible assets	7,146	7,627	6,665
	Current tax assets	0	658	0
	Other assets	94,424	104,342	90,547
	Accruals and deferred income	5,705	4,815	5,450
	Total assets	9,970,048	10,021,543	9,092,785
	Liabilities			
	Liabilities to credit institutions and central banks	19,094	15,698	13,077
12	Deposits and other liabilities	7,207,067	7,152,807	6,681,539
	Deposits in pool schemes	696,021	675,765	538,247
13	Issued bonds at amortised cost	273,696	273,569	174,051
	Current tax liabilities	9,113	0	15,665
	Other liabilities	87,531	73,807	73,971
	Prepayments and deferred expenses	2,014	4,395	2,558
	Total debt	8,294,536	8,196,041	7,499,108
	Provisions for pensions and similar obligations	2,983	2,902	2,584
	Provisions for deferred tax	61,775	106,393	60,386
	Provisions for losses on guarantees	10,525	11,241	6,674
	Other provisions	7,060	7,322	7,330
	Total provisions	82,344	127,858	76,974
14	Subordinated debt	104,086	104,022	64,369
	Total subordinated debt	104,086	104,022	64,369
	Equity			
15	Share capital	180,000	180,000	180,000
	Revaluation reserves	71,594	70,446	67,006
	Retained earnings	1,237,488	1,163,176	1,205,328
	Proposed dividend	0	180,000	0
	Total equity	1,489,082	1,593,622	1,452,334
	Total liabilities	9,970,048	10,021,543	9,092,785

1 Accounting policies applied

2 Accounting estimates

17 Contingent liabilities

18 Capital conditions and solvency

Statement of Changes in Equity

DKK 1.000

	Share capital	Revaluation reserves	Retained earnings	Proposed dividend	Total equity capital
Equity, 01 January 2024	180,000	65,883	1,134,240	99,000	1,479,123
Dividend paid	0	0	0	-99,000	-99,000
Other comprehensive income	0	1,123	0	0	1,123
Profit for the period	0		71,088	0	71,088
Equity, 31 March 2024	180,000	67,006	1,205,328	0	1,452,334
Other comprehensive income	0	3,440	-74	0	3,366
Profit for the period	0	0	-42,078	180,000	137,922
Equity, 31 December 2024	180,000	70,446	1,163,176	180,000	1,593,622
Equity, 01 January 2025	180,000	70,446	1,163,176	180,000	1,593,622
Dividend paid	0	0	0	-180,000	-180,000
Other comprehensive income	0	1,148	0	0	1,148
Profit for the period	0		74,312	0	74,312
Equity, 31 March 2025	180,000	71,594	1,237,488	0	1,489,082



Overview of Notes

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Notes to the Quarterly Report

1. Accounting policies applied etc.

The Interim Report has been prepared in accordance with the Danish Financial Business Act, the statutory order on financial reports for credit institutions and investment service companies, etc. and the Danish disclosure requirements for the interim reports of listed financial companies.

The accounting policies applied are unchanged from the Annual Report for 2024.

Tax, which consists of current tax and changes in deferred tax, is recognised in the income statement when it relates to the

profit for the period, and directly in equity when it can be attributed to items carried directly to equity.

On calculating the taxable income, Greenland allows tax deduction of dividends for the dividend-paying company. The taxation value of this is therefore added to equity at the time of the Annual General Meeting's approval of the dividend.

Deferred tax assets are recognised in the balance sheet at the value at which the asset is expected to be realised. The interim report has not been audited or reviewed.

2. Significant accounting estimates

The calculation of the accounting value of certain assets and liabilities is subject to a degree of uncertainty and an estimate of how future events will affect the value of these assets and liabilities. The most significant estimates relate to:

- measurement of loans, guarantees and non-utilised credit facilities;
- financial instruments;
- fair value of domicile properties; and
- provisions.

Non-listed financial instruments that primarily concern sector equities and that are measured at estimated fair values.

The measurement of the fair value of the Bank's head office properties is subject to significant accounting estimates and assessments, including expectations of the properties' future returns and the fixed yield ratios.

For provisions, there are significant estimates related to the determination of the future employee turnover rate, as well as determining the interest obligation for tax-free savings accounts.

DKK 1,000		Q1 2025	Full year 2024
3.	Interest income		
	Receivables from credit institutions and central banks	12,356	60,423
	Lending and other receivables	79,818	376,161
	Bonds	8,268	39,359
	Foreign exchange, interest rate, equity, commodity and other contracts, as well as derivative financial instruments	164	966
	Total interest income	100,606	476,909
4.	Interest expenses		
	Credit institutions and central banks	27	106
	Deposits and other liabilities	18,333	115,112
	Issued Bonds	0	1,118
	Subordinated debt	0	620
	Total interest expenses	18,360	116,336
5.	Fee and commission income		
	Securities and securities accounts	685	9,413
	Payment settlement	8,354	36,464
	Loan transaction fees	778	3,752
	Guarantee commission	7,142	30,181
	Other fees and commission	8,816	22,319
	Total fee and commission income	25,775	102,129
6.	Value adjustments		
	Lending at fair value	-230	1,090
	Bonds	1,843	15,989
	Shares	4,116	6,351
	Currency	1,229	6,235
	Foreign exchange, interest rate, equity, commodities and other contracts, as well as derivative financial instruments	232	-1,087
	Assets connected to pool schemes	-20,881	59,703
	Deposits in pool schemes	20,881	-59,703
	Total value adjustments	7,190	28,578

DKK 1,000	Q1 2025	Full year 2024	Q1 2024
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7. Staff and administration expenses

Staff expenses			
Salaries	28,301	103,989	25,722
Other staff expenses	1,191	2,832	1,227
Pensions	3,378	12,826	3,036
Social security expenses	390	277	41
Total	33,260	119,924	30,106
Other administration expenses	28,444	106,438	26,300
Average no. of full-time employees	154.0	153.8	153.3
Of which salaries and remuneration to the Board of Directors and the Executive Management	1,720	6,444	1,762
Five other employees (Q1 2024: six employees) whose activities have a significant influence on the Bank's risk profile:			
Salaries and pensions, including free car and other benefits	2,022	7,101	2,179

8. Tax

25-% of the profit before tax	9,771	61,425	15,446
Discount for dividend tax paid	0	-1,982	0
6-%-supplement	0	0	0
Total tax on ordinary profit	9,771	59,443	15,446
Paid dividend tax	0	1,982	0
Other changes	0	14	0
Taxation value of dividend paid	-45,000	-24,750	-24,750
Tax in total	-35,229	36,689	-9,304
Deferred tax	382	20,110	374
Taxation value of dividend paid	-45,000	0	-24,750
Tax to be paid	9,389	16,579	15,072

No company tax was paid in the period.

9. Amounts receivable from credit institutions and central banks

Receivables from credit institutions	71,739	155,989	112,646
Total amounts receivable	71,739	155,989	112,646

10. Bonds

Of the bond portfolio, a nominal amount of TDKK 50,000 is pledged as collateral for accounts with Danmarks Nationalbank.

DKK 1,000	Q1 2025	Full year 2024	Q1 2024
11. Assets connected to pool schemes			
Investment associations	695,988	675,642	538,135
Non-invested funds	33	123	112
Total	696,021	675,765	538,247
12. Deposits			
On demand	5,916,339	5,874,580	5,458,280
On terms of notice	988,955	976,847	929,836
Special deposit conditions	301,773	301,380	293,423
Total deposits	7,207,067	7,152,807	6,681,539
13. Issued bonds at amortised cost			
Bond issue	273,696	273,569	174,051
Total	273,696	273,569	174,051
Loan raised as Senior Non-Preferred, nominally The loan was raised as Senior Non-Preferred on 27 October 2021 and falls due for full redemption on 27 October 2026. The Bank has the option of early redemption as from 27 October 2025.	50,000	50,000	50,000
Loan raised as Senior Non-Preferred, nominally The loan was raised as Senior Non-Preferred on 2 September 2022 and falls due for full redemption on 2 September 2027. The Bank has the option of early redemption as from 2 September 2026.	25,000	25,000	25,000
Loan raised as Senior Non-Preferred, nominally The loan was raised as Senior Non-Preferred on 1 December 2023 and falls due for full redemption on 1 December 2030. The Bank has the option of early redemption as from 1 December 2027.	100,000	100,000	100,000
Loan raised as Senior Non-Preferred, nominally The loan was raised as Senior Non-Preferred on 20 November 2024 and falls due for full redemption on 20 November 2031. The Bank has the option of early redemption as from 20 November 2028.	100,000	100,000	0

DKK 1,000	Q1 2025	Full year 2024	Q1 2024
14. Subordinated debt			
Capital certificate as below	104,086	104,022	64,369
In total	104,086	104,022	64,369
Subordinated debt included in the capital base according to CRR	104,086	104,022	64,369
Loan raised as subordinated debt, nominally	25,000	25,000	25,000
Interest rate, fixed rate	6.197%	6.197%	6.197%
The loan was raised on 2 September 2022 and falls due for full redemption on 2 september 2032. The Bank has the option of early redemption as from 2 September 2027.			
Loan raised as subordinated debt, nominally	40,000	40,000	40,000
Interest rate, floating rate (CIBOR 6 with an addition of 400bp.)	7.827%	8.113%	8.113%
The loan was raised on 1 June 2023 and falls due for full redemption on 1 June 2033. The Bank has the option of early redemption as from 1 June 2028.			
Loan raised as subordinated debt, nominally	40,000	40,000	0
Interest rate, floating rate (CIBOR 6 with an addition of 325bp.)	5.730%	6.633%	0.000%
The loan was raised on 12 September 2024 and falls due for full redemption on 12 September 2034. The Bank has the option of early redemption as from 12 September 2029.			
15. Share capital			
Share capital consists of 1,800,000 shares of DKK 100.			
Own shares			
Number of own shares	0	0	0
16. Loans			
Write-downs on loans, guarantees and non-utilised credit facilities:			
New write-downs concerning new facilities during the period	2,107	12,926	1,461
Reversal of write-downs concerning redeemed facilities	-2,417	-21,195	-3,611
Net write-downs during the period as a consequence of changes in the credit risk	14,646	27,237	7,498
Losses without preceding write-downs	6	249	50
Received for claims previously written off	-918	-308	-72
Recognised in the statement of income	13,424	18,909	5,326

DKK 1,000

	Stage 1	Stage 2	Stage 3	Total
Write-downs on loans				
31.03.2025				
Start of the period	13,779	88,282	110,634	212,695
New write-downs concerning new facilities during the year	438	971	567	1,976
Reversal of write-downs concerning redeemed facilities	-537	-436	-1,050	-2,023
Change in write-downs at the beginning of the year – transfer to stage 1	6,316	-5,629	-687	0
Change in write-downs at the beginning of the year – transfer to stage 2	-441	795	-354	0
Change in write-downs at the beginning of the year – transfer to stage 3	-1	-11,328	11,329	0
Net write-downs as a consequence of changes in the credit risk	-5,602	-4,397	25,361	15,362
Previously written down, now finally lost	0	0	-505	-505
Interest on written-down facilities	0	0	1,750	1,750
Write-downs in total	13,952	68,258	147,045	229,255

Write-downs on guarantees**31.03.2025**

Start of the period	614	1,451	9,176	11,241
New write-downs concerning new facilities during the year	119	0	0	119
Reversal of write-downs concerning redeemed facilities	0	-1	-4	-5
Change in write-downs at the beginning of the year – transfer to stage 1	427	-159	-268	0
Change in write-downs at the beginning of the year – transfer to stage 2	-29	34	-5	0
Change in write-downs at the beginning of the year – transfer to stage 3	0	-193	193	0
Net write-downs as a consequence of changes in the credit risk	-603	22	-250	-831
Write-downs in total	528	1,154	8,842	10,524

Write-downs on non-utilised drawing rights**31.03.2025**

Start of the period	405	802	538	1,745
New write-downs concerning new facilities during the year	4	0	8	12
Reversal of write-downs concerning redeemed facilities	-55	-43	-291	-389
Change in write-downs at the beginning of the year – transfer to stage 1	1	-1	0	0
Change in write-downs at the beginning of the year – transfer to stage 2	-4	4	0	0
Change in write-downs at the beginning of the year – transfer to stage 3	0	0	0	0
Net write-downs as a consequence of changes in the credit risk	129	-407	393	115
Write-downs in total	480	355	648	1,483

DKK 1,000

	Stage 1	Stage 2	Stage 3	Total
Write-downs on loans				
31.12.2024				
Start of the period	27,301	78,003	90,562	195,866
New write-downs concerning new facilities during the year	2,575	5,729	3,898	12,202
Reversal of write-downs concerning redeemed facilities	-2,859	-7,903	-7,801	-18,563
Change in write-downs at the beginning of the year – transfer to stage 1	7,852	-5,596	-2,256	0
Change in write-downs at the beginning of the year – transfer to stage 2	-1,091	7,193	-6,102	0
Change in write-downs at the beginning of the year – transfer to stage 3	-11	-4,128	4,139	0
Net write-downs as a consequence of changes in the credit risk	-19,988	14,984	29,789	24,785
Previously written down, now finally lost			-6,449	-6,449
Interest on written-down facilities			4,854	4,854
Write-downs in total	13,779	88,282	110,634	212,695

Write-downs on guarantees**31.12.2024**

Start of the period	1,096	2,695	5,942	9,733
New write-downs concerning new facilities during the year	183	234	79	496
Reversal of write-downs concerning redeemed facilities	-2	-3	-16	-21
Change in write-downs at the beginning of the year – transfer to stage 1	434	-249	-185	0
Change in write-downs at the beginning of the year – transfer to stage 2	-180	3,243	-3,063	0
Change in write-downs at the beginning of the year – transfer to stage 3	0	-193	193	0
Net write-downs as a consequence of changes in the credit risk	-917	-4,276	6,226	1,033
Write-downs in total	614	1,451	9,176	11,241

DKK 1,000

Stage 1 **Stage 2** **Stage 3** **Total**

Write-downs on non-utilised drawing rights**31.12.2024**

Start of the period	345	517	1,847	2,709
New write-downs concerning new facilities during the year	139	89	0	228
Reversal of write-downs concerning redeemed facilities	-279	-488	-1,844	-2,611
Change in write-downs at the beginning of the year – transfer to stage 1	249	-122	-127	0
Change in write-downs at the beginning of the year – transfer to stage 2	-9	81	-72	0
Change in write-downs at the beginning of the year – transfer to stage 3	0	0	0	0
Net write-downs as a consequence of changes in the credit risk	-40	725	734	1,419
Write-downs in total	405	802	538	1,745

Write-downs on loans**31.03.2024**

Start of the period	27,301	78,003	90,562	195,866
New write-downs concerning new facilities during the year	311	250	756	1,317
Reversal of write-downs concerning redeemed facilities	-610	-520	-508	-1,638
Change in write-downs at the beginning of the year – transfer to stage 1	3,666	-3,498	-168	0
Change in write-downs at the beginning of the year – transfer to stage 2	-715	3,098	-2,383	0
Change in write-downs at the beginning of the year – transfer to stage 3	-3	-184	187	0
Net write-downs as a consequence of changes in the credit risk	-3,474	12,701	-102	9,125
Previously written down, now finally lost			-165	-165
Interest on written-down facilities			1,503	1,503
Write-downs in total	26,476	89,850	89,682	206,008

DKK 1,000

Stage 1 **Stage 2** **Stage 3** **Total**

Write-downs on guarantees**31.03.2024**

Start of the period	1,096	2,695	5,942	9,733
New write-downs concerning new facilities during the year	117	18	0	135
Reversal of write-downs concerning redeemed facilities	-1	0	-8	-9
Change in write-downs at the beginning of the year – transfer to stage 1	1,852	-305	-1,547	0
Change in write-downs at the beginning of the year – transfer to stage 2	-1	10	-9	0
Change in write-downs at the beginning of the year – transfer to stage 3	-2	0	2	0
Net write-downs as a consequence of changes in the credit risk	-1,987	-768	-430	-3,185
Write-downs in total	1,074	1,650	3,950	6,674

Write-downs on non-utilised drawing rights**31.03.2024**

Start of the period	345	517	1,847	2,709
New write-downs concerning new facilities during the year	9	0	0	9
Reversal of write-downs concerning redeemed facilities	-100	-284	-1,580	-1,964
Change in write-downs at the beginning of the year – transfer to stage 1	49	-50	1	0
Change in write-downs at the beginning of the year – transfer to stage 2	-5	101	-96	0
Change in write-downs at the beginning of the year – transfer to stage 3	0	0	0	0
Net write-downs as a consequence of changes in the credit risk	117	642	799	1,558
Write-downs in total	415	926	971	2,312

DKK 1,000	Q1 2025	Full year 2024	Q1 2024
17. Contingent liabilities			
Mortgage finance guarantees	830,575	831,355	1,037,793
Registration and remortgaging guarantees	94,405	118,506	223,266
Other guarantees	462,713	472,782	535,697
Guarantees, etc. in total	1,387,693	1,422,643	1,796,756
Provision balance for guarantees	10,525	11,241	6,674
Provision balance for non-utilised credit facilities	1,483	1,745	2,312
<p>The Bank is a member of BEC (BEC Financial Technologies a.m.b.a.). On any withdrawal the Bank will be obliged to pay a withdrawal fee to BEC equivalent to the preceding three years' IT costs.</p> <p>Like the rest of the Danish banking sector, the Bank has an obligation to make payments to the Guarantee Fund and the Resolution Fund.</p>			
18. Capital conditions and solvency			
Credit risk	4,982,375	4,652,973	4,551,730
CVA risk	14,542	7,519	10,098
Market risk	195,732	235,372	212,705
Operational risk	814,497	814,497	721,601
Total risk exposure	6,007,146	5,710,361	5,496,134
Equity at the beginning of the period	1,593,622	1,479,123	1,479,123
Comprehensive income for the period	0	213,499	0
Proposed dividend, accounting effect	45,000	-135,000	24,750
Paid dividend	-180,000	-99,000	-99,000
Framework for ratio of own shares	0	-5,985	-5,985
Deduction for capital shares in the financial sector	-17,199	-5,519	-8,639
Deductions for prudent valuation	-1,661	-1,652	-1,436
Deductions for Non-Performing Exposures	-14,775	-13,647	-8,164
Actual core capital	1,424,987	1,431,819	1,380,649
Supplementary capital	104,086	104,022	64,369
Capital base	1,529,073	1,535,841	1,445,018
Actual core capital ratio	25.5	26.9	26.3
Capital ratio	23.7	25.1	25.1
Statutory capital ratio requirements	8.0	8.0	8.0

