

Interim Report – Q1-Q3

2025

Sydbank Group

Sydbank

Sydbank's Interim Report – Q1-Q3 2025

Sydbank delivers very satisfactory profit

The first three quarters of the year are characterised by growth in almost all parameters. The Bank has expanded its business without compromising on profitability. It has delivered a return on equity of 17.4% and is also attracting more customers and more satisfied customers from all three segments – corporate, retail and Private Banking – in spite of macroeconomic uncertainty and a general reluctance to invest.

- *There is a lot to be pleased about in the interim financial statements. We are seeing significant activity and we deliver on all our three promises in our strategy Bigger Sydbank. We have generated such a high return for the Bank's investors that we are back at the top with a return on equity of 17.4%. In addition we are welcoming more customers and seeing more satisfied customers, and the Bank's employees are showing great commitment, says Ellen Trane Nørby, Chair of the Board of Directors.*

The first three quarters of the year show greater resilience in the Bank's earnings capacity. Interest rates levelled off in the third quarter and net interest income was maintained at the same level as in the second quarter of the year. At the same time other core income grew by 7% compared to the same period in 2024 thanks to employees' hard work and focus.

- *We continue to see a healthy influx of customers and a high level of satisfaction across all segments. Activity among retail clients in particular is significant, which is reflected in an overall increase in credit intermediation as regards retail clients of DKK 3.6bn. It is very positive that the strong development in the retail segment is continuing – and this provides a solid foundation for our new campaign "Denmark's Advisory Bank", which we have just launched, says Mark Luscombe, CEO.*

On 27 October 2025 the boards of directors of Sydbank, Arbejdernes Landsbank and Vestjysk Bank entered into a merger agreement and proposed to their respective general meetings that the three banks merge. The merger will be completed with Sydbank as the continuing bank under the brand AL Sydbank A/S with headquarters in Aabenraa, Denmark.

- *By joining forces, we will achieve a long-term position in the Danish banking market and thus safeguard our independence and long-term value creation, which is a crucial part of Sydbank's strategy. AL Sydbank will be built on the strengths that each of us are bringing to the table. By uniting our strengths, we become more competitive and are better equipped to take on more and larger commitments for the benefit of customers, says Ellen Trane Nørby, Chair of the Board of Directors.*

Q1-Q3 highlights

- Profit for the period of DKK 1,922m equals a return on equity of 17.4% p.a. after tax
- Core income of DKK 4,986m (Q1-Q3 2024: DKK 5,447m)
- Trading income of DKK 204m (Q1-Q3 2024: DKK 223m)
- Costs (core earnings) of DKK 2,576m (Q1-Q3 2024: DKK 2,453m)
- Loans and advances of DKK 83.3bn (year-end 2024: DKK 82.5bn)
- Deposits of DKK 119.1bn (year-end 2024: DKK 116.7bn)
- Impairment charges for loans and advances etc represent DKK 115m (Q1-Q3 2024: DKK 87m)
- The CET1 ratio stands at 17.3% (year-end 2024: 17.8%)
- At end-September 2025 shares totalling DKK 865m had been repurchased under the share buyback programme of DKK 1,350m. The share buyback programme was terminated on 27 October 2025, with repurchased shares totalling DKK 1,000m, as a result of the merger agreement between Sydbank, Arbejdernes Landsbank and Vestjysk Bank
- The annual Aalund Business Research poll shows an all-time high level of customer satisfaction as regards corporate clients with a score of 8.4 – by far the highest score among banks.

Outlook for 2025

Profit after tax is expected to be in the range of DKK 2,400-2,600m.

The outlook is subject to uncertainty and depends among other factors on financial market developments and macroeconomic factors which may affect eg the level of impairment charges.

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Group Financial Highlights

	Q1-Q3 2025	Q1-Q3 2024	Index 25/24	Q3 2025	Q3 2024	Full year 2024
Income statement (DKKm)						
Core income	4,986	5,447	92	1,651	1,801	7,227
Trading income	204	223	91	77	70	268
Total income	5,190	5,670	92	1,728	1,871	7,495
Costs, core earnings	2,576	2,453	105	811	794	3,312
Core earnings before impairment	2,614	3,217	81	917	1,077	4,183
Impairment of loans and advances etc	115	87	-	18	63	595
Core earnings	2,499	3,130	80	899	1,014	3,588
Investment portfolio earnings	77	69	112	38	33	73
Profit before non-recurring items	2,576	3,199	81	937	1,047	3,661
Non-recurring items, net	(32)	(4)	-	(9)	(8)	(16)
Profit before tax	2,544	3,195	80	928	1,039	3,645
Tax	622	799	78	218	267	883
Profit for the period	1,922	2,396	80	710	772	2,762
Balance sheet highlights (DKKbn)						
Loans and advances at amortised cost	83.3	82.5	101	83.3	82.5	82.5
Loans and advances at fair value	21.9	22.9	96	21.9	22.9	23.8
Deposits and other debt	119.1	114.8	104	119.1	114.8	116.7
Bonds issued at amortised cost	14.9	11.2	133	14.9	11.2	11.2
Subordinated capital	2.2	2.1	100	2.2	2.1	2.1
AT1 capital	0.8	0.8	100	0.8	0.8	0.8
Shareholders' equity	14.6	14.8	99	14.6	14.8	15.0
Total assets	196.6	189.6	104	196.6	189.6	193.7
Financial ratios per share (DKK per share of DKK 10)						
EPS	37.0	43.8		13.8	14.3	50.9
Share price at end of period	510.5	330.0		510.5	330.0	380.0
Book value	296.7	283.9		296.7	283.9	291.4
Share price/book value	1.72	1.16		1.72	1.16	1.30
Average number of shares outstanding (in millions)	50.5	53.8		49.7	52.9	53.3
Dividend per share	-	-		-	-	26.88
Other financial ratios and key figures						
CET1 ratio	17.3	18.0		17.3	18.0	17.8
T1 capital ratio	18.6	19.2		18.6	19.2	19.0
Capital ratio	21.1	21.7		21.1	21.7	21.4
Pre-tax profit as % p.a. of average equity	23.2	29.1		25.1	27.9	24.6
Post-tax profit as % p.a. of average equity	17.4	21.7		19.0	20.6	18.6
Costs (core earnings) as % of total income	49.6	43.3		46.9	42.4	44.2
Return on assets (%)	1.0	1.3		0.4	0.4	1.5
Interest rate risk	0.3	0.5		0.3	0.5	1.2
Foreign exchange position	1.7	5.5		1.7	5.5	1.2
Foreign exchange risk	0.0	0.0		0.0	0.0	0.0
Liquidity, LCR (%)	252	231		252	231	230
Loans and advances relative to deposits	0.6	0.6		0.6	0.6	0.6
Loans and advances relative to equity	5.7	5.6		5.7	5.6	5.5
Growth in loans and advances during the period	0.9	10.7		0.7	4.2	10.7
Total large exposures	116	113		116	113	110
Accumulated impairment ratio	2.1	1.9		2.1	1.9	2.2
Impairment ratio for the period	0.11	0.09		0.02	0.06	0.59
Number of full-time staff at end of period	2,154	2,094	103	2,154	2,094	2,094

When calculating financial ratios AT1 capital is considered a liability regardless of the fact that it is accounted for as equity.

Reference is made to financial ratio definitions in the 2024 Annual Report (page 144).

Highlights

Sydbank's financial statements for Q1-Q3 2025 show a profit before tax of DKK 2,544m compared to DKK 3,195m in the same period in 2024. Profit before tax equals a return on equity of 23.2% p.a.

Profit before tax shows a decline of DKK 651m, which is predominantly attributable to a drop in core income.

Core income represents DKK 4,986m compared to DKK 5,447m in the same period in 2024 – a drop of DKK 461m, equivalent to 8%. The decline is attributable to lower net interest income.

Core income is in line with the expectations presented in the 2024 Annual Report.

Trading income in Q1-Q3 2025 amounted to DKK 204m compared to DKK 223m in the same period in 2024.

Total income amounts to DKK 5,190m – a decline of 8% compared to the same period in 2024.

Costs (core earnings) represented DKK 2,576m in Q1-Q3 2025 – an increase of DKK 123m compared to the same period in 2024. The increase is in line with the expectations presented in the 2024 Annual Report.

Core earnings before impairment total DKK 2,614m for Q1-Q3 2025 – a decline of DKK 603m, equivalent to 19% compared to the same period in 2024.

Impairment charges for loans and advances represent an expense of DKK 115m compared with an expense of DKK 87m in the same period in 2024.

Core earnings for Q1-Q3 2025 represent DKK 2,499m – a drop of DKK 631m compared to the same period in 2024.

Non-recurring items etc total an expense of DKK 32m compared to an expense of DKK 4m in the same period in 2024.

Profit for the period before tax represents DKK 2,544m compared to DKK 3,195m in 2024 – a decline of DKK 651m. Tax represents DKK 622m, equal to an effective tax rate of 24.5%.

Profit for the period amounts to DKK 1,922m compared to DKK 2,396m in the same period in 2024, equal to a return on equity of 17.4% p.a.

Profit for Q1-Q3 2025 is in line with the expectations presented in the 2024 Annual Report.

Merger agreement between Sydbank, Arbejdernes Landsbank and Vestjysk Bank

The boards of directors of Sydbank, Arbejdernes Landsbank and Vestjysk Bank have entered into a merger agreement and proposed to their respective general meetings that the three banks merge. The merger will be completed with Sydbank as the continuing bank under the brand AL Sydbank A/S with headquarters in Aabenraa, Denmark.

The proposal is expected to be approved at the extraordinary general meetings of the three banks held on 2, 3 and 4 December 2025.

The merger consists of Sydbank – Denmark's Corporate Bank, Arbejdernes Landsbank – the preferred bank for retail clients in Denmark, and Vestjysk Bank – Denmark's strongest local bank. Together they will form AL Sydbank.

The merger will create one bank with a common set of values, a strong culture and one unifying goal of being one of Denmark's best performing, most efficient and profitable banks.

AL Sydbank will be a nationwide bank with local roots and distinct competitive strengths. A bank that understands both the Danes and Danish businesses. A bank that understands both city and countryside. A stronger bank in the Danish market.

The merger combines the best of each bank where the respective strengths and cultures fit well together.

The combination of three strong sets of core values, three solid market positions and three competent organisations means that AL Sydbank can be the best retail and corporate bank in Denmark – for customers, for employees, for owners and for society.

Sydbank's strategy 2025-2027 "Bigger Sydbank"

Bigger Sydbank centres on 5 themes:

- Customer-focused
- Bigger and efficient
- Attractive and cooperating
- Data, digitization, AI and security
- ESG integrated in core business

Customer-focused – more customers and more satisfied customers

- We view Sydbank from a customer's perspective and incorporate customer needs and requirements.
- Our customers receive proactive and relevant advice built on a foundation of close customer relationships and excellence.
- Sydbank must be more visible and known by more as a driver to attract and retain satisfied customers.
- We do business with confidence and courage and we are clear in our recommendations to our customers.
- We strengthen Sydbank's position as a decent bank by continuously contributing to society at large.
- We make it easier to be a customer at Sydbank via our high accessibility and flexible solutions.

Bigger and efficient – profitable growth

- We strengthen our position and grow organically by attracting and retaining customers in our priority segments and locations.
- We ensure that our efforts create value by means of shared priorities, execution and full implementation.
- We cover over time customers' total needs and requirements by means of our customer insight and relevant advice.
- We continue to focus on managing Sydbank's operating costs by optimising our engine room.
- We run a healthy business – based on the principle quid pro quo – creating value for our customers and Sydbank.
- We actively seek collaborations that enhance our customer service, contribute to our growth or optimise our engine room.

Attractive and cooperating – strong Sydbank culture

- We attract and retain talent by continuously focusing on professional and personal development.
- We cooperate across the organisation to enhance the overall customer experience and increase internal efficiency.
- Sydbank is driven by clear leadership that facilitates our day-to-day operations and promotes our strategic ambition.
- We develop and strengthen Sydbank's culture for the benefit of everyone at Sydbank and our customers.
- Greater diversity creates value and contributes to Sydbank's growth as an attractive workplace.

- We attract, nurture and retain talent to support Sydbank's development and ensure natural succession planning.

Data, digitization, AI and security – customer value, lower costs and digital mindset

- We will strengthen our influence and collaboration with Bankdata to optimise the effect of our development and operating costs.
- We use the digital tools and solutions available to increase productivity.
- Overall technological proficiency must be enhanced and therefore we broaden our digital mindset and skills where it creates value.
- We increasingly use data in our interaction with customers as well as in internal decision-making processes.
- We use AI where it contributes favourably to the development of the customer experience or enhances our efficiency.
- We enhance our operational robustness by strengthening our cyber defence and the organisation's ability to deal with IT breakdowns.

ESG integrated in core business – long-term value creation and strong reputation

- As a solid financial partner, we integrate ESG in the customer dialogue.
- We are expanding our ESG data and we address ESG risks in our credit evaluation of the Bank's customers on an ongoing basis.
- We invest responsibly on our own behalf and on behalf of our customers, thus contributing to sustainable developments in society.
- We support the financing of the green transition by offering green products.
- We actively work on the transition of our own operations to reduce the Bank's footprint.
- We make a positive contribution to developments in society and are actively involved in the local communities where we operate.

Strategic goals represent the values from the Bank's core story with promises to its customers, to its employees and to its shareholders.

The strategic goals cover these areas:

- Customer satisfaction
- Return on equity
- Employee engagement

Customer satisfaction

Sydbank builds on long-term customer relationships. Our ambition is to see a positive trend in customer satisfaction. We monitor this closely through internal and external customer surveys at touch points with the Bank. Our goal is to maintain and further strengthen our position as Denmark's Corporate Bank and have a top 3 ranking among the 6 largest banks in Denmark in terms of customer satisfaction in the retail (EPSI) and Private Banking (EPSI) segments.

Return on equity

We will continue to deliver competitive returns to the Bank's shareholders and our goal is a return on equity among the top 2 of the 6 largest banks in Denmark. Return on equity is expected to exceed 15% during the strategy period. The expectation is based on normalised interest rates with a CD rate of around 2%.

Employee engagement

Sydbank considers talented and committed employees to be its most important asset and aims to retain the present high level. This is monitored closely through internal employee engagement surveys. The target is to have an employee engagement in the top quartile of the Ennova survey.

Performance in Q1-Q3 2025

Net interest income has fallen by DKK 606m to DKK 2,750m, equal to a drop of 18% compared to the same period in 2024. The decrease is primarily attributable to the effects of lower interest rates.

Total core income has gone down by DKK 461m to DKK 4,986m, equal to 8% compared to the same period in 2024.

Trading income amounted to DKK 204m in Q1-Q3 2025 compared to DKK 223m in the same period in 2024.

Total income has dropped by DKK 480m to DKK 5,190m.

Costs (core earnings) have risen by DKK 123m to DKK 2,576m.

Core earnings before impairment for Q1-Q3 2025 represent DKK 2,614m – a drop of DKK 603m, equivalent to 19% compared to the same period in 2024.

Impairment charges for loans and advances represent an expense of DKK 115m compared to an expense of DKK 87m in the same period in 2024.

Core earnings for Q1-Q3 2025 amount to DKK 2,499m – a drop of DKK 631m compared to the same period in 2024.

Together the Group's position-taking and liquidity handling generated positive earnings of DKK 77m in Q1-Q3 2025 compared to DKK 69m in the same period in 2024.

Non-recurring items etc total an expense of DKK 32m compared to an expense of DKK 4m in the same period in 2024.

Profit before tax for Q1-Q3 2025 amounts to DKK 2,544m compared to DKK 3,195m in 2024. Tax represents DKK 622m, equal to an effective tax rate of 24.5%.

Profit for the period amounts to DKK 1,922m compared to DKK 2,396m in 2024.

Return on shareholders' equity before and after tax constitutes 23.2% and 17.4% respectively against 29.1% and 21.7% respectively in the same period in 2024.

Bank loans and advances

Bank loans and advances represented DKK 83.3bn at 30 September 2025 – an increase of DKK 0.8bn since

30 September 2024 and an increase of DKK 0.8bn compared to year-end 2024.

Bank loans and advances (DKKbn)	30 Sep 2025	31 Dec 2024	30 Sep 2024
Corporate clients	67.7	68.3	68.8
Retail clients	15.6	14.2	13.7
Public authorities	0.0	0.0	0.0
Total	83.3	82.5	82.5

Bank loans and advances to corporate clients represent DKK 67.7bn – a drop of DKK 0.6bn in Q1-Q3 2025.

Bank loans and advances to retail clients represent DKK 15.6bn – an increase of DKK 1.4bn in Q1-Q3 2025.

Credit facilities to corporate clients (DKKbn)	30 Sep 2025	31 Dec 2024	30 Sep 2024
Drawn facilities = loans/advances before impairment charges	69.4	70.0	70.2
Undrawn facilities	43.4	43.8	44.6
Total	112.8	113.8	114.8

Credit facilities to corporate clients went down by DKK 1.0bn to DKK 112.8bn in Q1-Q3 2025.

During Q1-Q3 2025 corporate clients drew DKK 0.6bn less under their credit facilities.

Credit intermediation

In addition to traditional bank loans and advances the Group distributes mortgage loans from Totalkredit and DLR Kredit. The Group's total credit intermediation comprises bank loans and advances, mortgage-like loans funded by Totalkredit as well as mortgage loans distributed through Totalkredit and DLR Kredit.

Total credit intermediation (DKKbn)	30 Sep 2025	31 Dec 2024	30 Sep 2024
Bank loans and advances	83.3	82.5	82.5
Funded mortgage-like loans	2.8	3.5	3.7
Distributed mortgage loans – Totalkredit	90.2	87.3	86.6
Distributed mortgage loans – DLR	16.6	15.7	15.4
Total	192.9	189.0	188.2

The Group's total credit intermediation represents DKK 192.9bn – an increase of DKK 3.9bn compared to year-end 2024. The change is attributable to a rise in bank loans and advances of DKK 0.8bn, a decline in funded mortgage-like loans of DKK 0.7bn and an increase in distributed mortgage loans of DKK 3.8bn.

Outlook for 2025

Profit after tax is expected to be in the range of DKK 2,400-2,600m.

In connection with the release of the 2024 Annual Report, profit after tax was expected to be in the range of DKK 2,200-2,600m in 2025.

The outlook is subject to uncertainty and depends among other factors on financial market developments and macroeconomic factors which may affect eg the level of impairment charges.

Sydbank's core story**Banking**

Sydbank's mission is to be a bank that is close to its customers. We find solutions where they are – quickly and efficiently. We build on relationships between people. And we focus on what is important – banking and sound business. Banking – pure and simple.

Our bank

Rooted in Southern Jutland, Sydbank is a strong and independent nationwide bank operating on its own terms. For the backbone of the Danish corporate sector and for retail clients who value professional advice we are a bank for most people but not the same bank for everyone. Good old-fashioned attentiveness, new technology – we use what works. We know our customers and we are close to them providing advice tailored to their individual needs. Backed by the best business partners our competitive strength is increased. Our bank – excellence and relationships create value.

Sydbank

Our bank makes 3 promises – to our customers, to our employees and to our shareholders. You will know us for the value we create for our customers. You will know us for our belief that excellent and committed employees are our most important asset. And you will know us for always having a level of profitability that will enable us to remain an independent and resourceful bank. Sydbank – what can we do for you?

Financial Review – Performance in Q1-Q3 2025

The Sydbank Group has recorded a profit before tax of DKK 2,544m compared to DKK 3,195m in 2024. Profit before tax equals a return on equity of 23.2% p.a.

Profit for the period after tax represents DKK 1,922m compared to DKK 2,396m in 2024, equal to a return on equity of 17.4% p.a.

The financial statements are characterised by the following:

- A decrease in core income of DKK 461m, equal to 8%
- A drop in trading income of DKK 19m
- A rise in costs (core earnings) of DKK 123m
- Impairment charges for loans and advances represent an expense of DKK 115m
- A decline in core earnings of DKK 631m to DKK 2,499m
- Investment portfolio earnings of DKK 77m
- Non-recurring items etc represent an expense of DKK 32m
- Bank loans and advances of DKK 83.3bn (year-end 2024: DKK 82.5bn)
- Bank deposits of DKK 119.1bn (year-end 2024: DKK 116.7bn)
- A CET1 ratio of 17.3% (year-end 2024: 17.8%)
- An individual solvency need of 10.3% (year-end 2024: 9.8%)

Income statement – Q1-Q3 (DKKm)	2025	2024
Core income	4,986	5,447
Trading income	204	223
Total income	5,190	5,670
Costs, core earnings	2,576	2,453
Core earnings before impairment	2,614	3,217
Impairment of loans and advances etc	115	87
Core earnings	2,499	3,130
Investment portfolio earnings	77	69
Profit before non-recurring items	2,576	3,199
Non-recurring items, net	32	4
Profit before tax	2,544	3,195
Tax	622	799
Profit for the period	1,922	2,396

Core income

Total core income has gone down by DKK 461m or 8% to DKK 4,986m. The decline is attributable to lower net interest income.

Net interest income has dropped by DKK 606m to DKK 2,750m. The decline is primarily attributable to the effects of lower interest rates.

Net income from the cooperation with Totalkredit represents DKK 368m (2024: DKK 325m) after a set-off of loss of DKK 7m (2024: DKK 7m). The increase is predominantly attributable to an increase in distributed mortgage loans of DKK 3.8bn and funded mortgage-like loans having returned to a normal level.

The cooperation with DLR Kredit has generated an income of DKK 85m (2024: DKK 89m).

Total mortgage credit income represents DKK 454m – an increase of DKK 39m compared to 2024.

Asset management income has gone up by DKK 52m to DKK 383m. The increase is mainly attributable to more assets under management.

The remaining income components have risen by DKK 54m – an increase of 4% compared to the same period in 2024.

Core income – Q1-Q3 (DKKm)	2025	2024
Net interest etc	2,750	3,356
Mortgage credit	454	415
Payment services	212	222
Remortgaging and loan fees	129	126
Commission and brokerage	386	358
Commission etc investment funds and pooled pension plans	264	235
Asset management	383	331
Custody account fees	81	78
Other operating income	327	326
Total	4,986	5,447

Trading income

Trading income represents DKK 204m against DKK 223m in the same period in 2024. Trading income is considered satisfactory.

Costs and depreciation

The Group's total costs and depreciation constitute DKK 2,613m – an increase of DKK 125m compared to the same period in 2024.

Costs and depreciation – Q1-Q3 (DKKm)	2025	2024
Staff costs	1,502	1,411
Other administrative expenses	1,015	966
Amortisation/depreciation and impairment of intangible assets and property, plant and equipment	95	86
Other operating expenses	1	25
Total	2,613	2,488
Distributed as follows:		
Costs, core earnings	2,576	2,453
Costs, investment portfolio earnings	5	5
Non-recurring costs	32	30

Costs (core earnings) represent DKK 2,576m against DKK 2,453m in the same period in 2024. DKK 63m of the DKK 123m rise in costs is attributable to Coop Bank, which was acquired as of 1 July 2024.

At 30 September 2025 the Group's staff numbered 2,154 (full-time equivalent) compared to 2,094 at 30 September 2024 and 2,094 at 31 December 2024.

Compared to year-end 2024 the number of branches is unchanged, ie 54 in Denmark and 3 in Germany at the end of September 2025.

Core earnings before impairment of loans and advances

Core earnings before impairment charges for loans and advances represent DKK 2,614m – a drop of DKK 603m or 19% compared to the same period in 2024.

Impairment of loans and advances etc

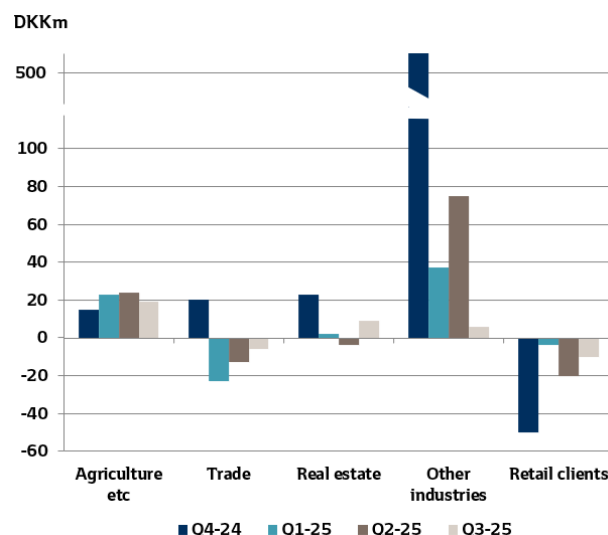
Impairment charges for loans and advances represent an expense of DKK 115m compared to an expense of DKK 87m in the same period in 2024.

At 30 September 2025 the Group maintained its management estimate of DKK 500m to hedge macroeconomic uncertainty where DKK 400m concerns corporate clients and DKK 100m concerns retail clients.

The management estimate to hedge macroeconomic risks covers potential losses related to the geopolitical situation as well as the risk of a trade war centred on tariff barriers.

The chart below shows impairment charges for loans and advances in the last 4 quarters as regards agriculture etc, trade, real estate, other industries as well as retail clients.

Impairment charges – quarterly



At 30 September 2025 accumulated impairment and provisions amounted to DKK 2,230m (year-end 2024: DKK 2,188m).

In Q1-Q3 2025 reported losses amounted to DKK 75m (Q1-Q3 2024: DKK 172m). Of the reported losses DKK 61m has previously been written down (Q1-Q3 2024: DKK 165m).

The impairment ratio for the period represented 0.11% relative to bank loans and advances and guarantees at 30 September 2025.

Impairment charges are made for expected credit losses as regards all financial assets measured at amortised cost and similar provisions are made for expected credit losses as regards undrawn facilities and financial guarantees. Impairment charges for expected credit losses depend on whether the credit risk of a financial asset has increased significantly since initial recognition and follow a 3-stage model. The portfolio in stage 3 acquired from Alm. Brand Bank is recognised under "credit impaired at initial recognition":

Stage 1 – facilities with no significant increase in credit risk. The asset is written down by an amount equal to the expected credit loss as a result of the probability of default over the coming 12 months.

Stage 2 – facilities with a significant increase in credit risk. The asset is transferred to stage 2 and is written down by an amount equal to the expected credit loss over the life of the asset.

Stage 3 – facilities where the financial asset is in default or is otherwise credit impaired.

Credit impaired at initial recognition (POCI) – facilities which were credit impaired at the time of acquisition of Alm. Brand Bank. They are recognised on acquisition at the fair value of the debt acquired. The Group's loans and advances and impairment charges at 30 September 2025 allocated to these stages are shown below.

Loans/advances and impairment charges					
	Stage 1	Stage 2	Stage 3	POCI	Total
30 Sep 2025 (DKKm)					
Loans/advances before impairment charges	73,427	10,025	1,755	94	85,301
Impairment charges	372	573	1,105		2,050
Total loans/advances	73,055	9,452	650	94	83,251
Impairment charges as % of bank loans/advances	0.5	5.7	63.0	-	2.4
Share of bank loans/advances before impairment charges (%)	86.1	11.7	2.1	0.1	100.0
Share of bank loans/advances after impairment charges (%)	87.8	11.3	0.8	0.1	100.0

Credit impaired bank loans and advances – stage 3 – represent 2.1% (year-end 2024: 1.9%) of total bank loans and advances before impairment charges and 0.8% (year-end 2024: 0.6%) of total bank loans and advances after impairment charges.

Impairment charges concerning credit impaired bank loans and advances as a percentage of credit impaired bank loans and advances at 30 September 2025 stand at 63.0% (year-end 2024: 66.3%).

Core earnings

Core earnings for Q1-Q3 2025 represent DKK 2,499m – a drop of DKK 631m compared to the same period in 2024.

Investment portfolio earnings

Together the Group's position-taking and liquidity handling generated earnings of DKK 77m in Q1-Q3 2025 compared to earnings of DKK 69m in the same period in 2024.

Investment portfolio earnings – Q1-Q3 (DKKm)	2025	2024
Position-taking	3	9
Liquidity generation and liquidity reserves	73	77
Strategic positions	6	(12)
Costs	(5)	(5)
Total	77	69

The interest rate risk was positive at the end of the first nine months of 2025 and consequently the Group would suffer a loss in the event of interest rate increases. In terms of the Group's bond portfolios – including cash resources – the interest rate risk is considered to be modest.

Non-recurring items, net

Non-recurring items represent an expense of DKK 32m compared to an expense of DKK 4m in Q1-Q3 2024.

Profit for the period

Profit before tax for Q1-Q3 2025 amounts to DKK 2,544m compared to DKK 3,195m in 2024. Tax represents DKK 622m, equal to an effective tax rate of 24.5%. Profit for the period amounts to DKK 1,922m compared to DKK 2,396m in Q1-Q3 2024.

Return

Return on shareholders' equity after tax constitutes 17.4% against 21.7% in Q1-Q3 2024.

Earnings per share stand at DKK 37.0 compared to DKK 43.8 in 2024.

Subsidiaries

Profit after tax of the subsidiaries represents DKK 44m (Q1-Q3 2024: DKK 49m).

Group – Q3 2025 compared to Q2 2025

The Group's profit before tax for the quarter stands at DKK 928m (Q2: DKK 757m).

Compared to Q2 2025 profit before tax reflects:

- A rise in core income of DKK 16m
- A rise in trading income of DKK 14m
- A decline in costs (core earnings) of DKK 73m

- Impairment charges for loans and advances: an expense of DKK 18m (Q2: expense of DKK 62m)
- Investment portfolio earnings of DKK 38m (Q2: DKK 15m)

Quarterly results (DKKm)	Q3 2025	Q2 2025	Q1 2025	Q4 2024	Q3 2024	Q2 2024	Q1 2024
Core income	1,651	1,635	1,700	1,780	1,801	1,797	1,849
Trading income	77	63	64	45	70	64	89
Total income	1,728	1,698	1,764	1,825	1,871	1,861	1,938
Costs, core earnings	811	884	881	859	794	828	831
Core earnings before impairment	917	814	883	966	1,077	1,033	1,107
Impairment of loans and advances etc	18	62	35	508	63	16	8
Core earnings	899	752	848	458	1,014	1,017	1,099
Investment portfolio earnings	38	15	24	4	33	12	24
Profit before non-recurring items	937	767	872	462	1,047	1,029	1,123
Non-recurring items, net	(9)	(10)	(13)	(12)	(8)	(11)	15
Profit before tax	928	757	859	450	1,039	1,018	1,138
Tax	218	190	214	84	267	255	277
Profit for the period	710	567	645	366	772	763	861

Total assets

At 30 September 2025 the Group's total assets made up DKK 196.6bn (year-end 2024: DKK 193.7bn).

Assets (DKKbn)	30 Sep 2025	31 Dec 2024
Amounts owed by credit institutions etc	25.2	17.2
Loans and advances at fair value (reverse transactions)	21.9	23.8
Loans and advances at amortised cost (bank loans and advances)	83.3	82.5
Securities and holdings etc	31.5	35.2
Assets related to pooled plans	27.7	27.0
Other assets etc	7.0	8.0
Total	196.6	193.7

The Group's bank loans and advances totalled DKK 83.3bn at 30 September 2025. Compared to year-end 2024 this is an increase of DKK 0.8bn.

Equity and liabilities (DKKbn)	30 Sep 2025	31 Dec 2024
Amounts owed to credit institutions etc	4.9	6.1
Deposits and other debt	119.1	116.7
Deposits in pooled plans	27.7	27.0
Bonds issued	14.9	11.2
Other liabilities etc	11.9	14.4
Provisions	0.4	0.4
Subordinated capital	2.2	2.1
Equity	15.5	15.8
Total	196.6	193.7

The Group's deposits make up DKK 119.1bn – an increase of DKK 2.4bn compared to year-end 2024.

Equity

At 30 September 2025 shareholders' equity constituted DKK 14,613m – a drop of DKK 369m since the beginning of the year. The change comprises the addition of comprehensive income for the period of DKK 1,994m, net purchase of own shares etc of DKK 964m, dividend paid of DKK 1,395m as well as other transactions of DKK 4m.

Capital

The Bank announced a new share buyback programme of DKK 1,350m on 26 February 2025. The share buyback programme was terminated on 27 October 2025, with repurchased shares totalling DKK 1,000m, as a result of the merger agreement between Sydbank, Arbejdernes Landsbank and Vestjysk Bank.

The share buyback programme was initiated on 3 March 2025 and was planned to be completed by 31 January 2026.

At 30 September 2025 shares totalling DKK 865m had been repurchased.

On 21 May 2025 the Group issued AT1 capital of SEK 1,000m and NOK 250m. The issues replace AT1 capital of EUR 100m which was redeemed on 28 August 2025.

In addition the Group issued SNP loans of EUR 500m on 11 September 2025. The issue replaces SNP loans of EUR 500m which are expected to be redeemed on 10 November 2025.

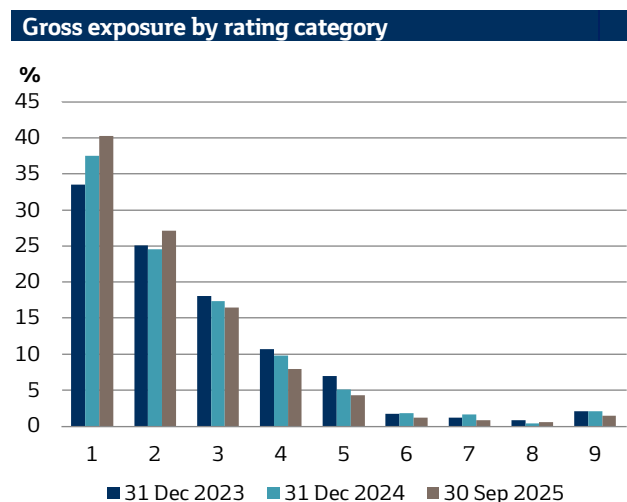
Risk exposure amount

The risk exposure amount (REA) constitutes DKK 64.8bn – a drop of DKK 0.4bn compared to year-end 2024.

REA (DKKbn)	30 Sep 2025	31 Dec 2024
Credit risk	43.8	40.7
Market risk	3.9	6.0
Operational risk	10.4	11.9
Other exposures, incl CVA	6.7	6.6
Total	64.8	65.2

Retail:

The development in gross exposure by rating category at 31 December 2023, 31 December 2024 and 30 September 2025 is illustrated below.

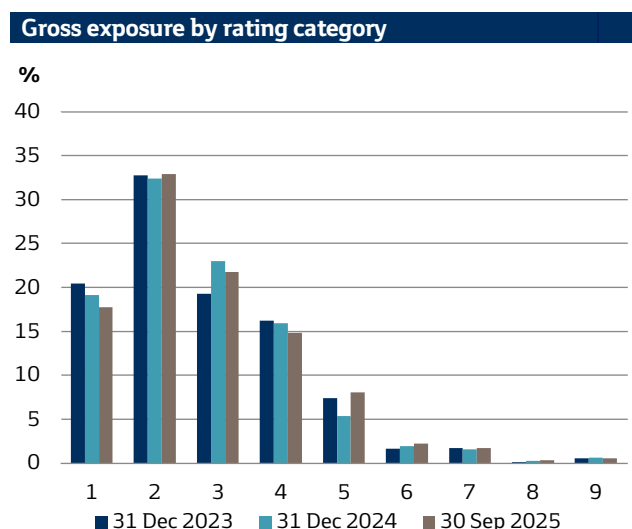


The gross exposure consists of loans and advances, undrawn credit commitments, interest receivable, guarantees and counterparty risk on derivatives. The graph comprises exposures treated according to A-IRB. Exposures relating to customers in default are not included in the breakdown of rating categories. Impairment charges for exposures have not been deducted from the exposure.

The gross exposure by rating category shows an unchanged high share in the 4 best rating categories.

Corporate:

The development in the gross exposure by rating category at 31 December 2023, 31 December 2024 and 30 September 2025 is illustrated below.



The gross exposure consists of loans and advances, undrawn credit commitments, interest receivable, guarantees and counterparty risk on derivatives. The graph comprises exposures treated according to A-IRB. Exposures relating to customers in default are not included in the breakdown of rating categories. Impairment charges for exposures have not been deducted from the exposure.

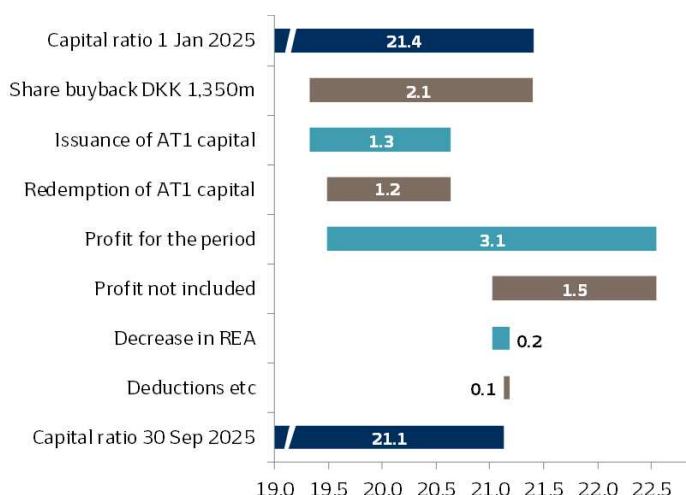
The gross exposure by rating category shows an unchanged high share in the 4 best rating categories.

Solvency

Solvency (DKKm)	30 Sep 2025	31 Dec 2024
REA	64,833	65,214
CET1 capital	11,243	11,635
T1 capital	12,077	12,381
Total capital	13,651	13,936
CET1 ratio	17.3	17.8
T1 capital ratio	18.6	19.0
Capital ratio	21.1	21.4

At 30 September 2025 the CET1 ratio and the capital ratio stood at 17.3% and 21.1% respectively compared to 17.8% and 21.4% respectively at year-end 2024.

The development in the capital ratio in Q1-Q3 2025 is shown below.

Capital ratio in Q1-Q3 2025

In Q1-Q3 2025 the capital ratio went down by 0.3pp to 21.1%. The drop is mainly attributable to the share buyback programme set off against the inclusion of 50% of profit for the period. The share buyback programme has been terminated, with repurchased shares totalling DKK 1,000m. The reduction as regards the share buyback programme will result in an increase in the capital ratio in Q4 2025 of 0.5pp.

At 30 September 2025 the individual solvency need represented 10.3% (31 December 2024: 9.8%).

Solvency of the parent

At 30 September 2025 the CET1 ratio and the capital ratio of the parent stood at 17.3% and 21.0% respectively (31 December 2024: 17.8% and 21.2%).

Capital and solvency and capital requirements

The Group's capital management is anchored in the Internal Capital Adequacy Assessment Process (ICAAP), a review conducted to identify risks and determine the individual solvency need.

At end-September 2025 the individual solvency need represented 10.3%. The solvency need consists of a minimum capital requirement of 8% under Pillar I and a capital add-on under Pillar II. Approximately 56% of the solvency need must be covered by CET1 capital, equal to 5.8% of the risk exposure amount.

In addition to the solvency need the Group must meet a combined buffer requirement of 6.0% at 30 September 2025.

Capital and solvency and capital requirements (% of REA)	30 Sep 2025	31 Dec 2024
Capital and solvency		
CET1 ratio	17.3	17.8
T1 capital ratio	18.6	19.0
Capital ratio	21.1	21.4
Capital requirements (incl buffers)*		
Total capital requirement	16.3	15.8
CET1 capital requirement	11.8	11.5
- of which sector-specific systemic buffer	0.2	0.2
- of which SIFI buffer	1.0	1.0
- of which capital conservation buffer	2.5	2.5
- of which countercyclical buffer**	2.3	2.3
Excess capital		
CET1 capital	5.5	6.3
Total capital	4.8	5.6

* The total capital requirement consists of an individual solvency need and a combined buffer requirement. The countercyclical buffer is determined by the Danish Ministry of Industry, Business and Financial Affairs and may not exceed 2.5%. At present the rate has been calculated at 2.3%.

** The countercyclical buffer is calculated as an exposure weighted average of the specific rates as regards the countries in which the companies to which exposures have been granted are domiciled. The rate as regards exposures to companies domiciled in Denmark constitutes 2.5%.

Market risk

At 30 September 2025 the Group's interest rate risk represented DKK 39m. The Group's exchange rate risk continues to be very low and its equity exposure modest.

Funding and liquidity

The guidelines for calculating the Liquidity Coverage Ratio (LCR) specify a run-off of exposures while taking into account counterparties, funding size, hedging and maturity. Consequently the most stable deposits are favoured relative to large deposits, in particular from corporates and financial counterparties.

The Group's LCR constituted 252% at 30 September 2025 (31 December 2024: 230%).

LCR (DKKbn)	30 Sep 2025	31 Dec 2024	30 Sep 2024
Total liquidity buffer	67.0	61.9	61.7
Net cash outflows	26.6	27.0	26.7
LCR (%)	252	230	231

The Group meets the LCR requirement of 100% and its excess cover was significant at 30 September 2025.

NSFR

The guidelines for calculating the Net Stable Funding Ratio (NSFR) require that the available stable funding exceeds the required stable funding. The required stable funding is calculated on the basis of the balance sheet values and degree of stability of assets where the strictest requirements in terms of degree of stability are imposed on long-term illiquid assets. The available stable funding is calculated on the basis of

the balance sheet values and degree of stability of the funding where the highest degrees of stability apply to equity and long-term funding.

At 30 September 2025 the Group's NSFR constituted 143% (year-end 2024: 138%).

NSFR (DKKbn)	30 Sep 2025	31 Dec 2024	30 Sep 2024
Required stable funding	101.1	100.1	97.6
Available stable funding	144.7	137.6	135.9
NSFR (%)	143	138	139

The Group meets the NSFR requirement of 100% and its excess cover was significant at 30 September 2025.

Rating

Moody's most recent rating of Sydbank:

• Outlook:	Stable
• Long-term deposit:	A1
• Baseline Credit Assessment:	Baa1
• Senior unsecured:	A1
• Short-term deposit:	P-1

Supervisory Diamond

The Supervisory Diamond sets up a number of benchmarks to indicate banking activities that initially should be regarded as involving a higher risk. Any breach of the Supervisory Diamond is subject to reactions by the Danish FSA.

At 30 September 2025 the Group as well as the parent complied with all the benchmarks of the Supervisory Diamond.

Supervisory Diamond benchmarks	30 Sep 2025	31 Dec 2024	30 Sep 2024
Sum of 20 largest exposures < 175%	116	110	113
Lending growth < 20% annually	1	11	14
Commercial property exposure < 25%	13	12	11
Excess liquidity coverage > 100%	250	228	229

Subordinated debt and MREL requirements

Once a year the Danish FSA sets requirements as to subordinated debt and own funds and eligible liabilities (MREL) for Danish institutions, including Sydbank.

At 1 January 2025 the subordinated debt requirement and the MREL represented 26.4% and 24.1% respectively of the risk exposure amount. The subordinated debt requirement can be calculated as follows:

Subordinated debt at 30 Sep 2025	Requirement (%)	DKK m
REA		64,833
Total requirement	26.4	17,116
Total capital		13,651
SNP loans with maturities exceeding 1 year		14,913
Total subordinated debt	44.1	28,564
Excess cover	17.7	11,448

At 30 September 2025 the Group met the subordinated debt requirement with an excess cover of DKK 11,448m. The excess cover corresponds to an increase in the solvency need of 8.8pp or an increase in the risk exposure amount of DKK 43,364m.

The MREL can be calculated as follows:

MREL at 30 Sep 2025	Requirement (%)	DKK m
REA		64,833
Total requirement	24.1	15,625
Total capital		13,651
SNP loans with maturities exceeding 1 year		14,913
Cover of combined buffer requirement		(3,894)
Total MREL	38.1	24,670
Excess cover	14.0	9,045

At 30 September 2025 the Group met the MREL with an excess cover of DKK 9,045m. The excess cover corresponds to an increase in the solvency need of 7.0pp or an increase in the risk exposure amount of DKK 37,532m.

Leverage ratio

The CRR2 Regulation stipulates that T1 capital must constitute at least 3% of total exposures.

The Group's leverage ratio constituted 6.4% at 30 September 2025 (year-end 2024: 6.4%) taking into account the transitional rules.

SIFI

Sydbank has been designated as a SIFI in Denmark and there is an additional buffer requirement of 1.0% as regards CET1 capital. The intention is to bring Danish SIFI capital requirements on a par with the requirements in other comparable European countries.

Bank Recovery and Resolution Directive

The directive, including the bail-in provisions, has been implemented in Danish law. According to legislation each credit institution must meet a minimum requirement for own funds and eligible liabilities (MREL).

The general resolution principle for SIFIs is that it should be possible to restructure them and send them back to the market with adequate capitalisation to ensure market confidence. The Group's MREL is based on the risk exposure amount using a factor which has been set at the sum of twice the solvency need plus the combined capital buffer requirement, excluding the countercyclical buffer.

The establishment of a resolution fund was completed as of 31 December 2024. Credit institutions must contribute according to their relative size and risk in Denmark. The resolution fund represents 1% of the covered deposits of all Danish credit institutions.

Basel IV

The Basel Committee on Banking Supervision published its recommendations regarding changes to the calculation of capital requirements – Basel IV – in 2017.

Except for the part of the FRTB Regulation covering market risk, the proposed changes have been implemented via CRR (regulation) or CRD (directive). The implementation comprises transitional rules in a number of fields – including the increased risk weights assigned to shares outside the trading book, a reduced risk weight as regards exposures to non-rated companies in connection with the basis of calculation of the floor requirement and the implementation of the floor requirement.

Uncertainty remains as regards the implementation of FRTB – neither the time nor the extent of the changes have been finally determined.

Sector-specific systemic risk buffer

On 30 September 2024 the government activated the sector-specific systemic risk buffer for exposures to real estate companies at a rate of 7% of the exposures' risk-weighted assets.

The buffer applies to exposures to real estate companies, ie under activity code "Development of building projects" as well as "Real estate" whereas exposures to "Social housing associations" and "Cooperative housing societies" under activity code "Real estate" are exempt.

As a result the Bank is subject to a sector-specific systemic risk buffer of approx 0.2% in addition to the regulatory capital requirements.

Income Statement

DKKm	Note	Sydbank Group			
		Q1-Q3 2025	Q1-Q3 2024	Q3 2025	Q3 2024
Interest income calculated using the effective interest method		3,068	4,010	994	1,373
Other interest income		840	1,272	220	412
Interest income	2	3,908	5,282	1,214	1,785
Interest expense	3	1,206	1,994	333	698
Net interest income		2,702	3,288	881	1,087
Dividends on shares		109	105	-	-
Fee and commission income	4	2,164	2,002	723	690
Fee and commission expense	4	274	236	87	89
Net interest and fee income		4,701	5,159	1,517	1,688
Market value adjustments	5	530	549	236	204
Other operating income		24	19	9	7
Staff costs and administrative expenses	6	2,517	2,377	791	769
Amortisation/depreciation and impairment of intangible assets and property, plant and equipment		95	86	30	28
Other operating expenses	8	1	25	0	8
Impairment of loans and advances etc	9	115	87	18	63
Profit/(Loss) on holdings in associates and subsidiaries	10	17	43	5	8
Profit before tax		2,544	3,195	928	1,039
Tax	11	622	799	218	267
Profit for the period		1,922	2,396	710	772
Distribution of profit for the period					
Shareholders of Sydbank A/S		1,869	2,358	687	757
Holders of AT1 capital		44	29	19	10
Minority shareholders		9	9	4	5
Total amount to be allocated		1,922	2,396	710	772
Interest paid to holders of AT1 capital		44	29	19	10
Minority shareholders		9	9	4	5
Transfer to equity		1,869	2,358	687	757
Total amount allocated		1,922	2,396	710	772
EPS Basic for the period (DKK) *		37.0	43.8	13.8	14.3
EPS Diluted for the period (DKK) *		37.0	43.8	13.8	14.3
Dividend per share (DKK)		-	-	-	-

* Calculated on the basis of average number of shares outstanding, see page 22.

Statement of Comprehensive Income

Profit for the period	1,922	2,396	710	772
Other comprehensive income				
Items that may not be reclassified to the income statement:				
Property revaluations	-	-	-	-
Value adjustment of certain strategic shares	125	36	48	(20)
Other comprehensive income after tax	125	36	48	(20)
Comprehensive income for the period	2,047	2,432	758	752

Balance Sheet

		Sydbank Group		
DKKm	Note	30 Sep 2025	31 Dec 2024	30 Sep 2024
Assets				
Cash and balances on demand at central banks		4,295	3,349	1,906
Amounts owed by credit institutions and central banks	12	20,903	13,873	18,233
Loans and advances at fair value		21,934	23,842	22,849
Loans and advances at amortised cost	13	83,251	82,534	82,518
Bonds at fair value		27,791	31,780	26,999
Shares etc		3,216	3,004	2,919
Holdings in associates etc		439	433	423
Assets related to pooled plans		27,731	27,005	26,081
Intangible assets		396	421	430
Owner-occupied property		1,126	1,122	1,090
Owner-occupied property (leasing)		88	104	89
Total land and buildings		1,214	1,226	1,179
Other property, plant and equipment		61	79	48
Current tax assets		125	309	-
Deferred tax assets		13	13	67
Other assets	14	5,116	5,725	5,918
Prepayments		86	76	74
Total assets		196,571	193,669	189,644
Equity and liabilities				
Amounts owed to credit institutions and central banks	15	4,876	6,113	4,862
Deposits and other debt	16	119,108	116,672	114,818
Deposits in pooled plans		27,731	27,005	26,081
Bonds issued at amortised cost		14,913	11,175	11,167
Current tax liabilities		-	10	612
Other liabilities	17	11,917	14,394	14,168
Deferred income		5	16	18
Total liabilities		178,550	175,385	171,726
Provisions	18	364	358	133
Subordinated capital	19	2,162	2,142	2,150
Total liabilities		181,076	177,885	174,009
Equity:				
Share capital		512	546	546
Revaluation reserves		163	163	134
Other reserves:				
Reserves according to articles of association		435	435	429
Reserve for net revaluation according to equity method		56	56	3
Retained earnings		13,447	12,387	13,732
Proposed dividend etc		-	1,395	-
Shareholders of Sydbank A/S		14,613	14,982	14,844
Holders of AT1 capital		839	760	749
Minority shareholders		43	42	42
Total equity		15,495	15,784	15,635
Total equity and liabilities		196,571	193,669	189,644

Financial Highlights – Quarterly

	Q3	Q2	Q1	Q4	Q3	Sydbank Group	
	2025	2025	2025	2024	2024	Q2	Q1
						2024	2024
Income statement (DKKm)							
Core income	1,651	1,635	1,700	1,780	1,801	1,797	1,849
Trading income	77	63	64	45	70	64	89
Total income	1,728	1,698	1,764	1,825	1,871	1,861	1,938
Costs, core earnings	811	884	881	859	794	828	831
Core earnings before impairment	917	814	883	966	1,077	1,033	1,107
Impairment of loans and advances etc	18	62	35	508	63	16	8
Core earnings	899	752	848	458	1,014	1,017	1,099
Investment portfolio earnings	38	15	24	4	33	12	24
Profit before non-recurring items	937	767	872	462	1,047	1,029	1,123
Non-recurring items, net	(9)	(10)	(13)	(12)	(8)	(11)	15
Profit before tax	928	757	859	450	1,039	1,018	1,138
Tax	218	190	214	84	267	255	277
Profit for the period	710	567	645	366	772	763	861
Balance sheet highlights (DKKbn)							
Loans and advances at amortised cost	83.3	82.7	81.3	82.5	82.5	79.2	77.9
Loans and advances at fair value	21.9	21.8	22.8	23.8	22.9	14.8	16.0
Deposits and other debt	119.1	121.8	118.1	116.7	114.8	111.6	109.2
Bonds issued at amortised cost	14.9	11.2	11.2	11.2	11.2	14.9	11.2
Subordinated capital	2.2	2.2	2.2	2.1	2.1	1.9	1.9
AT1 capital	0.8	1.6	0.8	0.8	0.8	0.8	0.7
Shareholders' equity	14.6	14.3	14.1	15.0	14.8	14.5	14.1
Total assets	196.6	197.9	191.6	193.7	189.6	191.3	183.9
Financial ratios per share (DKK per share of DKK 10)							
EPS	13.8	10.9	12.3	6.9	14.3	14.0	15.5
Share price at end of period	510.5	469.8	431.8	380.0	330.0	369.0	356.8
Book value	296.7	285.2	276.4	291.4	283.9	271.5	258.9
Share price/book value	1.72	1.65	1.56	1.30	1.16	1.36	1.38
Average number of shares outstanding (in millions)	49.7	50.5	51.2	51.8	52.9	53.9	54.5
Dividend per share	-	-	-	26.88	-	-	-
Other financial ratios and key figures							
CET1 ratio	17.3	16.7	16.3	17.8	18.0	17.7	17.4
T1 capital ratio	18.6	19.1	17.5	19.0	19.2	18.9	18.7
Capital ratio	21.1	21.5	20.0	21.4	21.7	21.1	21.0
Pre-tax profit as % p.a. of average equity	25.1	20.8	23.3	11.8	27.9	28.2	31.0
Post-tax profit as % p.a. of average equity	19.0	15.5	17.4	9.6	20.6	21.1	23.4
Costs (core earnings) as % of total income	46.9	52.1	49.9	42.6	42.4	44.5	42.9
Return on assets (%)	0.4	0.3	0.3	0.2	0.4	0.4	0.5
Interest rate risk	0.3	0.6	0.8	1.2	0.5	0.8	0.5
Foreign exchange position	1.7	1.2	1.1	1.2	5.5	1.3	3.4
Foreign exchange risk	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Liquidity, LCR (%)	252	243	237	230	231	240	220
Loans and advances relative to deposits	0.6	0.6	0.6	0.6	0.6	0.6	0.6
Loans and advances relative to equity	5.7	5.8	5.8	5.5	5.6	5.5	5.5
Growth in loans and advances during the period	0.7	1.7	(1.5)	0.0	4.2	1.7	4.5
Total large exposures	116	119	116	110	113	111	119
Accumulated impairment ratio	2.1	2.2	2.2	2.2	1.9	2.0	2.0
Impairment ratio for the period	0.02	0.06	0.04	0.51	0.06	0.02	0.01
Number of full-time staff at end of period	2,154	2,149	2,135	2,094	2,094	2,015	2,026

When calculating financial ratios AT1 capital is considered a liability regardless of the fact that it is accounted for as equity. Reference is made to financial ratio definitions in the 2024 Annual Report (page 144).

Financial Highlights – Q1-Q3

	Sydbank Group				
	Q1-Q3 2025	Q1-Q3 2024	Q1-Q3 2023	Q1-Q3 2022	Q1-Q3 2021
Income statement (DKK m)					
Core income	4,986	5,447	5,227	3,690	3,280
Trading income	204	223	240	177	188
Total income	5,190	5,670	5,467	3,867	3,468
Costs, core earnings	2,576	2,453	2,335	2,288	2,395
Core earnings before impairment	2,614	3,217	3,132	1,579	1,073
Impairment of loans and advances etc	115	87	(21)	(87)	(311)
Core earnings	2,499	3,130	3,153	1,666	1,384
Investment portfolio earnings	77	69	58	(158)	(26)
Profit before non-recurring items	2,576	3,199	3,211	1,508	1,358
Non-recurring items, net	(32)	(4)	(37)	13	(76)
Profit before tax	2,544	3,195	3,174	1,521	1,282
Tax	622	799	765	334	269
Profit for the period	1,922	2,396	2,409	1,187	1,013
Balance sheet highlights (DKK bn)					
Loans and advances at amortised cost	83.3	82.5	72.1	75.1	64.3
Loans and advances at fair value	21.9	22.9	10.9	10.2	19.1
Deposits and other debt	119.1	114.8	106.8	106.6	94.1
Bonds issued at amortised cost	14.9	11.2	13.2	13.2	9.6
Subordinated capital	2.2	2.1	1.1	1.1	1.9
AT1 capital	0.8	0.8	0.8	0.7	0.8
Shareholders' equity	14.6	14.8	14.3	12.5	12.5
Total assets	196.6	189.6	181.0	177.9	164.5
Financial ratios per share (DKK per share of DKK 10)					
EPS	37.0	43.8	42.1	19.9	16.4
Share price at end of period	510.5	330.0	336.2	208.6	192.0
Book value	296.7	283.9	257.8	219.9	210.8
Share price/book value	1.72	1.16	1.30	0.95	0.91
Average number of shares outstanding (in millions)	50.5	53.8	56.3	57.9	59.3
Dividend per share	-	-	-	-	5.7
Other financial ratios and key figures					
CET1 ratio	17.3	18.0	18.5	17.2	16.8
T1 capital ratio	18.6	19.2	19.7	18.4	18.1
Capital ratio	21.1	21.7	20.8	19.7	21.5
Pre-tax profit as % p.a. of average equity	23.2	29.1	30.6	16.1	13.7
Post-tax profit as % p.a. of average equity	17.4	21.7	23.2	12.5	10.7
Costs (core earnings) as % of total income	49.6	43.3	42.7	59.2	69.1
Return on assets (%)	1.0	1.3	1.3	0.7	0.6
Interest rate risk	0.3	0.5	0.6	1.0	0.5
Foreign exchange position	1.7	5.5	1.3	2.1	2.5
Foreign exchange risk	0.0	0.0	0.0	0.0	0.0
Liquidity, LCR (%)	252	231	249	192	202
Loans and advances relative to deposits	0.6	0.6	0.6	0.6	0.6
Loans and advances relative to equity	5.7	5.6	5.0	6.0	5.3
Growth in loans and advances during the period	0.9	10.7	(2.5)	12.1	6.7
Total large exposures	116	113	144	157	146
Accumulated impairment ratio	2.1	1.9	2.2	2.1	2.2
Impairment ratio for the period	0.11	0.09	(0.02)	(0.09)	(0.36)
Number of full-time staff at end of period	2,154	2,094	2,048	2,040	2,109

When calculating financial ratios AT1 capital is considered a liability regardless of the fact that it is accounted for as equity. Reference is made to financial ratio definitions in the 2024 Annual Report (page 144).

Statement of Changes in Equity

DKKm	Sydbank Group									
	Share capital	Revaluation reserves	Reserves acc to articles of association *	Reserve for net revaluation acc to equity method	Retained earnings	Proposed dividend etc	Shareholders of Sydbank A/S	AT1 capital**	Minority share-holders	Total equity
Equity at 1 Jan 2025	546	163	435	56	12,387	1,395	14,982	760	42	15,784
Profit for the period					1,869		1,869	44	9	1,922
Other comprehensive income					125		125			125
Comprehensive income for the period	-	-	-	-	1,994	-	1,994	44	9	2,047
Transactions with owners										
Issue of AT1 capital							-	850		850
Transaction costs (fee – issue)					(8)		(8)			(8)
Redemption of AT1 capital							-	(747)		(747)
Purchase of own shares					(1,839)		(1,839)			(1,839)
Sale of own shares					875		875			875
Reduction in share capital	(34)				34		-			-
Interest paid on AT1 capital							-	(52)		(52)
Exchange rate adjustment					0		0	(16)		(16)
Dividend etc paid						(1,395)	(1,395)		(8)	(1,403)
Dividend, own shares					4		4			4
Total transactions with owners	(34)	-	-	-	(934)	(1,395)	(2,363)	35	(8)	(2,336)
Equity at 30 Sep 2025	512	163	435	56	13,447	-	14,613	839	43	15,495
Equity at 1 Jan 2024	565	134	429	3	12,133	1,686	14,950	759	39	15,748
Profit for the period					2,358		2,358	29	9	2,396
Other comprehensive income					36		36			36
Comprehensive income for the period	-	-	-	-	2,394	-	2,394	29	9	2,432
Transactions with owners										
Purchase of own shares					(1,658)		(1,658)			(1,658)
Sale of own shares					838		838			838
Reduction in share capital	(19)				19		-			-
Interest paid on AT1 capital							-	(39)		(39)
Exchange rate adjustment					0		0	0		-
Dividend paid						(1,686)	(1,686)		(6)	(1,692)
Dividend, own shares					6		6			6
Total transactions with owners	(19)	-	-	-	(795)	(1,686)	(2,500)	(39)	(6)	(2,545)
Equity at 30 Sep 2024	546	134	429	3	13,732	-	14,844	749	42	15,635

* Reserves according to the articles of association equal the undistributable savings bank reserve in accordance with Article 4 of the Articles of Association.

** AT1 capital has no maturity date. Payment of interest and repayment of principal are voluntary. Therefore AT1 capital is accounted for as equity. Under all the issues the loans will be written down if the CET1 ratio of Sydbank A/S or the Sydbank Group drops below 7%.

Sydbank issued:

- 21 May 2025 SEK 1,000m with optional redemption on 21 May 2030. The issue carries interest at 3M STIBOR + a margin of 3.30% until expiry.
- 21 May 2025 NOK 250m with optional redemption on 21 May 2030. The issue carries interest at 3M NIBOR + a margin of 3.35% until expiry.

The Sydbank share	30 Sep 2025	31 Dec 2024	30 Sep 2024
Share capital (DKK)	512,044,600	545,884,200	545,884,200
Shares issued (number)	51,204,460	54,588,420	54,588,420
Shares outstanding at end of period (number)	49,259,177	51,425,137	52,279,595
Average number of shares outstanding (number)	50,450,516	53,288,904	53,773,410

The Bank has only one class of shares as all shares carry the same rights.

Capital Statement

DKKm	Sydbank Group		
	30 Sep 2025	31 Dec 2024	30 Sep 2024
Solvency			
CET1 ratio	17.3	17.8	18.0
T1 capital ratio	18.6	19.0	19.2
Capital ratio	21.1	21.4	21.7
Total capital			
Equity, shareholders of Sydbank A/S	14,613	14,982	14,844
Expected maximum dividend based on dividend policy	(956)	-	(1,194)
Capital deduction – prudent valuation	(68)	(78)	(70)
Actual or contingent obligations to purchase own shares	(527)	(114)	(428)
Proposed dividend	-	(1,395)	-
Intangible assets and capitalised deferred tax assets	(305)	(329)	(369)
Significant investments in the financial sector	(1,417)	(1,356)	(1,321)
Insufficient coverage for non-performing exposures	(97)	(75)	(61)
CET1 capital	11,243	11,635	11,401
AT1 capital – equity	834	746	746
T1 capital	12,077	12,381	12,147
T2 capital	1,602	1,582	1,516
Instruments in entities in the financial sector in which the institution has significant investments	(28)	(28)	(147)
Difference between expected losses and impairment for accounting purposes	-	-	229
Total capital	13,651	13,936	13,745
Credit risk*	43,806	40,721	40,547
Market risk	3,942	6,023	5,923
Operational risk	10,423	11,934	10,250
Other exposures, incl CVA	6,662	6,536	6,671
REA	64,833	65,214	63,391
Pillar I capital requirement	5,187	5,217	5,071
* Credit risk			
Corporate clients, IRB	32,395	30,472	30,076
Retail clients, IRB	8,649	7,787	8,044
Corporate clients, STD	179	211	201
Retail clients, STD	1,225	1,307	1,323
Credit institutions etc	1,358	944	903
Total	43,806	40,721	40,547

Cash Flow Statement

DKKm	Sydbank Group		
	Q1-Q3 2025	Full year 2024	Q1-Q3 2024
Operating activities			
Pre-tax profit for the period	2,544	3,645	3,195
Taxes paid	(492)	(887)	(162)
<u>Adjustment for non-cash operating items:</u>			
Profit/(Loss) on holdings in associates	9	47	38
Amortisation and depreciation of intangible assets and property, plant and equipment	84	111	86
Impairment of loans and advances/guarantees	115	595	87
Other non-cash operating items	6	273	(9)
<u>Changes in working capital:</u>			
Credit institutions and central banks	(8,131)	5,868	153
Trading portfolio	3,715	2,975	7,872
Other financial instruments at fair value	(110)	77	0
Loans and advances	1,077	(14,449)	(12,930)
Deposits	2,436	1,916	63
Other assets/liabilities	(1,661)	(1,081)	(1,197)
Cash flows from operating activities	(408)	(910)	(2,804)
Investing activities			
Purchase of holdings in associates	-	(7)	(6)
Sale of holdings in associates	4	14	-
Purchase of equity investments	-	(6)	(6)
Sale of equity investments	43	28	28
Acquisition of Coop Bank	-	(347)	(347)
Purchase of holdings in subsidiaries	(2)	-	-
Sale of holdings in subsidiaries	2	-	-
Purchase/sale of intangible assets	(2)	-	0
Purchase of property, plant and equipment	(28)	(94)	(32)
Sale of property, plant and equipment	-	3	5
Cash flows from investing activities	17	(409)	(358)
Financing activities			
Purchase and sale of own holdings	(964)	(1,115)	(820)
Dividend etc	(1,391)	(1,680)	(1,680)
Raising of subordinated capital	842	1,529	1,529
Redemption of subordinated capital	(746)	(560)	(560)
Issue of bonds	3,732	3,731	3,731
Redemption of bonds	-	(3,728)	(3,728)
Cash flows from financing activities	1,473	(1,823)	(1,528)
Cash flows for the period	1,082	(3,142)	(4,690)
Cash and cash equivalents at 1 Jan	3,762	6,904	6,904
Cash flows for the period	1,082	(3,142)	(4,690)
Cash and cash equivalents at end of period	4,844	3,762	2,214
Cash and cash equivalents at end of period			
Cash and balances on demand at central banks	4,295	3,349	1,906
Fully secured cash and cash equivalent balances on demand with credit institutions and insurance companies	549	413	308
Cash and cash equivalents at end of period	4,844	3,762	2,214

Segment Reporting etc

DKKm	Sydbank Group					
	Banking	Asset Management	Sydbank Markets	Treasury	Other	Total
Operating segments						
Q1-Q3 2025						
Core income	4,507	385	94	-	-	4,986
Trading income	-	-	204	-	-	204
Total income	4,507	385	298	-	-	5,190
Costs, core earnings	2,254	112	147	-	63	2,576
Impairment of loans and advances etc	115	-	-	-	-	115
Core earnings	2,138	273	151	-	(63)	2,499
Investment portfolio earnings	6	-	-	71	-	77
Profit before non-recurring items	2,144	273	151	71	(63)	2,576
Non-recurring items, net	(32)	-	-	-	-	(32)
Profit before tax	2,112	273	151	71	(63)	2,544
Q1-Q3 2024						
Core income	5,028	333	86	-	-	5,447
Trading income	-	-	223	-	-	223
Total income	5,028	333	309	-	-	5,670
Costs, core earnings	2,155	103	137	-	58	2,453
Impairment of loans and advances etc	87	-	-	-	-	87
Core earnings	2,786	230	172	-	(58)	3,130
Investment portfolio earnings	(12)	-	-	81	-	69
Profit before non-recurring items	2,774	230	172	81	(58)	3,199
Non-recurring items, net	(4)	-	-	-	-	(4)
Profit before tax	2,770	230	172	81	(58)	3,195

Operating segments

The Group's segment statements are divided into the following business units: Banking, Asset Management, Sydbank Markets, Treasury and Other.

Banking serves all types of retail and corporate clients.

Asset Management primarily comprises the Bank's advisory-related income from customers and investment funds.

Sydbank Markets comprises trading income as well as a share of the income from customers with decentral affiliation calculated on the basis of its market price. The share represents the payment by Banking for Sydbank Markets' facilities, including advisory services and administration.

Treasury comprises the Group's return on positions handled by Treasury, including liquidity allocation.

Other includes non-recurring items, costs to the Group Executive Management etc as well as return on strategic shareholdings that are not allocated to Banking or Sydbank Markets.

Inter-segment transactions are settled on an arm's length basis. Centrally incurred costs are allocated to the business units in accordance with their estimated proportionate share of overall activities.

Excess liquidity is settled primarily at short-term money market rates whereas other balances are settled on an arm's length basis.

Segment Reporting etc

DKKkm	Sydbank Group							
	Core income	Trading income	Costs, core earnings	Impairment of loans/ advances etc	Core earnings	Investment portfolio earnings	Non-recurring items, net	Profit before tax
Correlation between the Group's performance measures and the income statement according to IFRS								
Q1-Q3 2025								
Net interest and fee income	4,656	23			4,679	22		4,701
Market value adjustments	289	181		0	470	60		530
Other operating income	24				24			24
Income	4,969	204	-	0	5,173	82	-	5,255
Staff costs and administrative expenses			(2,480)		(2,480)	(5)	(32)	(2,517)
Amortisation, depreciation and impairment of intangible assets and property, plant and equipment			(95)		(95)			(95)
Other operating expenses			(1)		(1)			(1)
Impairment of loans and advances etc				(115)	(115)			(115)
Profit/(Loss) on holdings in associates and subsidiaries	17				17			17
Profit before tax	4,986	204	(2,576)	(115)	2,499	77	(32)	2,544
Q1-Q3 2024								
Net interest and fee income	5,089	74			5,163	(4)		5,159
Market value adjustments	296	149		0	446	78	25	549
Other operating income	19				19			19
Income	5,404	223	-	0	5,628	74	25	5,727
Staff costs and administrative expenses			(2,343)		(2,343)	(5)	(29)	(2,377)
Amortisation, depreciation and impairment of intangible assets and property, plant and equipment			(86)		(86)			(86)
Other operating expenses			(25)		(25)			(25)
Impairment of loans and advances etc				(87)	(87)			(87)
Profit/(Loss) on holdings in associates and subsidiaries	43				43			43
Profit before tax	5,447	223	(2,453)	(87)	3,130	69	(4)	3,195

The Sydbank Group's internal reporting is not based on products and services. Reference is made to notes 2, 3 and 4 for the distribution of net interest income and fee income.

Notes

Note 1

Accounting policies

The interim report covers the period from 1 January to 30 September 2025 and is prepared in compliance with IAS 34 “Interim Financial Reporting” as adopted by the EU and in compliance with Danish disclosure requirements for interim reports of listed financial companies. As a result of the use of IAS 34, the presentation is less complete compared with the presentation of an annual report and the recognition and measurement principles are in compliance with IFRS.

The accounting policies are consistent with those adopted in the 2024 Annual Report, to which reference is made.

The 2024 Annual Report provides a comprehensive description of the accounting policies applied.

Accounting estimates and judgements

The measurement of certain assets and liabilities requires that management makes accounting estimates as to how future events will affect the value of such assets, liabilities, income and costs. Actual results may deviate from such estimates.

The significant estimates made by management in the use of the Group’s accounting policies and the inherent considerable uncertainty of such estimates used in the preparation of the interim report are identical to those used in the preparation of the 2024 Annual Report.

Impairment of loans and advances and provisions for guarantees and undrawn credit commitments are made to take into account the expected losses on conclusion as well as any credit impairment after initial recognition. The determination of impairment charges for expected losses is subject to a number of estimates, including which loans and advances or portfolios of loans and advances are subject to credit impairment as well as calculation of expected losses.

Assessing the degree of credit impairment of exposures involves a number of estimates which may be subject to uncertainty.

To a large extent the determination of expected losses at exposure level is based on risk registrations, models and past experience but it also involves a number of estimates of risks and expected developments in the individual exposure, including the future ability to pay and the value of collateral which in particular comprises mortgages on property. During periods of uncertain economic trends or significant demographic or structural changes uncertainty is greater. This is reflected in the need for management adjustments that by their nature are subject to uncertainty.

The Group’s models to calculate impairment of exposures in stages 1 and 2 include expectations as to economic developments. The outlook is based on estimates of the probability of different outcomes of economic growth.

The outlook results in a determination of the probability of the scenarios baseline, upturn and downturn. At 30 September 2025 the probability of the downturn scenario was fixed at 95%, which is unchanged compared with 31 December 2024.

Impairment of exposures in stage 3 and the weak part of stage 2 is based on individual assessments which include expectations of future changes in collateral value etc.

Notes

Note 1 – continued

In addition to the calculated impairment charges, management estimates whether there is a need for special impairment charges as regards exposed industries, customer segments or other elements that are estimated as having not yet been reflected in the Bank's registrations.

At 30 September 2025 the Group maintained its management estimate of DKK 500m to hedge macroeconomic uncertainty where DKK 400m concerns corporate clients and DKK 100m concerns retail clients.

The management estimate to hedge macroeconomic risks covers potential losses related to the geopolitical situation as well as the risk of a trade war centred on tariff barriers.

The Group's significant risks and the external elements which may affect the Group are described in greater detail in the 2024 Annual Report.

Notes

DKKm	Sydbank Group			
	Q1-Q3 2025	Q1-Q3 2024	Q3 2025	Q3 2024
Note 2				
Interest income calculated using the effective interest method				
Amounts owed by credit institutions and central banks	394	710	125	266
Loans and advances and other amounts owed	2,668	3,300	856	1,107
Other interest income	6	0	13	0
Total	3,068	4,010	994	1,373
Other interest income				
Reverse transactions with credit institutions and central banks	29	78	7	29
Reverse loans and advances	355	502	96	196
Bonds	358	661	95	179
Total derivatives	98	31	22	8
comprising:				
Foreign exchange contracts	62	52	20	20
Interest rate contracts	36	(21)	2	(12)
Total	840	1,272	220	412
Total interest income	3,908	5,282	1,214	1,785
Fair value, designated at initial recognition	384	580	103	225
Fair value, held for trading	456	692	117	187
Assets recognised at amortised cost	3,068	4,010	994	1,373
Total	3,908	5,282	1,214	1,785

The Group's cash resources primarily comprise Danish mortgage bonds. The interest rate risk concerning these positions is reduced via derivatives. As a result the Group's external income statement is affected in terms of interest income and the market value adjustment of bonds and derivatives. The same applies to the Group's position-taking as regards bonds as well as shares. The breakdown by income statement item does not disclose income independently and consequently these items must be regarded as one as they are in "Segment Reporting" as well as in the Group's financial review, which also takes funding of the positions into account.

Notes

DKKm	Sydbank Group			
	Q1-Q3 2025	Q1-Q3 2024	Q3 2025	Q3 2024
Note 3				
Interest expense				
Repo transactions with credit institutions and central banks	29	80	7	28
Amounts owed to credit institutions and central banks	51	58	17	21
Repo deposits	21	57	6	13
Deposits and other debt	736	1,366	176	466
Bonds issued	285	351	100	140
Subordinated capital	80	79	25	29
Other interest expense	4	3	2	1
Total	1,206	1,994	333	698
Fair value, designated at initial recognition	50	137	13	41
Liabilities recognised at amortised cost	1,156	1,857	320	657
Total	1,206	1,994	333	698

Note 4

Fee and commission income				
Securities trading and custody accounts	663	612	217	203
Advisory fee, asset management	388	340	134	125
Payment services	328	310	112	114
Loan fees	149	143	45	47
Guarantee commission	120	124	41	42
Income concerning funded mortgage-like loans	59	36	20	24
Other fees and commission	457	437	154	135
Total fee and commission income	2,164	2,002	723	690
Fee expense, asset management	4	7	1	2
Other fee and commission expense	270	229	86	87
Total fee and commission expense	274	236	87	89
Net fee and commission income	1,890	1,766	636	601

Except for guarantee commission recognised according to IFRS 9, fee and commission income is recognised according to IFRS 15. The set-off of loss concerning distributed mortgage loans represented DKK 7m in Q1-Q3 2025 (Q1-Q3 2024: DKK 7m) and has been deducted from commission received which is included under other fees and commission.

Notes

DKK m	Sydbank Group			
	Q1-Q3 2025	Q1-Q3 2024	Q3 2025	Q3 2024

Note 5

Market value adjustments

Other loans and advances and amounts owed at fair value	26	21	10	8
Bonds	176	249	49	146
Shares etc	94	108	65	56
Foreign exchange	220	213	69	68
Derivatives	14	(42)	43	(74)
Assets related to pooled plans	743	2,116	1,002	482
Deposits in pooled plans	(743)	(2,116)	(1,002)	(482)
Other assets/liabilities	0	0	0	0
Total	530	549	236	204

Note 6

Staff costs and administrative expenses

Salaries and remuneration:				
Group Executive Management	17	18	6	6
Board of Directors	6	6	2	2
Shareholders' Committee	3	3	1	1
Total	26	27	9	9
Staff costs:				
Wages and salaries	1,168	1,098	355	348
Pensions	131	121	45	42
Social security contributions	6	6	1	2
Payroll tax	171	159	55	52
Total	1,476	1,384	456	444
Other administrative expenses:				
IT	642	604	187	199
Rent etc	64	73	23	23
Marketing and entertainment expenses	70	80	22	26
Other costs	239	209	94	68
Total	1,015	966	327	316
Total	2,517	2,377	791	769

Note 7

Staff

Average number of staff (full-time equivalent)	2,169	2,075	2,184	2,127
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Notes

DKKm	Sydbank Group			
	Q1-Q3 2025	Q1-Q3 2024	Q3 2025	Q3 2024
Note 8				
Other operating expenses				
Contribution to the resolution fund	1	25	0	8
Other expenses	0	0	0	0
Total	1	25	0	8
Note 9				
Impairment of loans and advances recognised in the income statement				
Impairment and provisions	144	127	31	69
Write-offs	14	7	9	3
Recovered from debt previously written off	43	47	22	9
Impairment of loans and advances etc	115	87	18	63
Impairment and provisions at end of period (allowance account)				
Stage 1	126	133	126	133
Stage 2	458	542	458	542
Stage 3	1,139	719	1,139	719
Management estimates	507	503	507	503
Impairment and provisions at end of period	2,230	1,897	2,230	1,897
Impairment and provisions				
Impairment and provisions at 1 Jan	2,188	1,899	2,285	1,893
New impairment charges and provisions during the period, net	103	119	(8)	78
Additions, portfolio acquired	-	44	-	44
Impairment charges previously recorded, now finally written off	61	165	47	118
Impairment and provisions at end of period	2,230	1,897	2,230	1,897
Impairment charges for loans and advances	2,050	1,770	2,050	1,770
Provisions for undrawn credit commitments	52	40	52	40
Provisions for guarantees	128	87	128	87
Impairment and provisions at end of period	2,230	1,897	2,230	1,897

Loans and advances recognised as a loss for the period constitute DKK 75m. As regards loans and advances recognised as a loss for the period a legal claim of DKK 46m has been upheld. As regards loans and advances recognised as a loss a legal claim of DKK 263m has been upheld at year-end 2024.

Notes

DKKkm	Loans/advances and guarantees		Impairment and provisions		Impairment charges for loans/advances etc for the period		Sydbank Group Losses for the period	
	30 Sep	31 Dec	30 Sep	31 Dec	Q1-Q3	Q1-Q3	Q1-Q3	Q1-Q3
	2025	2024	2025	2024	2025	2024	2025	2024
Note 9 – continued								
Loans and advances and guarantees as well as impairment of loans and advances etc by industry								
Building and construction	3,320	3,075	136	106	45	(15)	14	24
Energy supply	4,931	5,284	267	262	3	(4)	0	0
Real estate	11,399	11,792	110	101	7	17	0	1
Finance and insurance	10,382	11,255	160	155	3	28	0	4
Trade	17,017	17,662	446	501	(42)	113	9	116
Hotels and restaurants	388	373	28	31	(5)	(6)	0	2
Manufacturing and extraction of raw materials	10,897	9,345	362	301	59	21	7	2
Information and communication	425	410	19	31	7	(1)	19	0
Agriculture, hunting, forestry and fisheries	3,822	3,819	172	161	66	(57)	9	6
Transportation	2,642	2,709	42	39	4	11	0	0
Other industries	11,259	11,538	183	180	2	32	5	2
Total corporate	76,482	77,262	1,925	1,868	149	139	63	157
Public authorities	6	26	0	0	0	0	0	0
Retail	26,046	23,417	305	320	(34)	(52)	12	15
Total	102,534	100,705	2,230	2,188	115	87	75	172
Building and construction								
Building and construction activities, specialised	1,899	1,869	127	87	52	(7)	14	24
Construction of buildings	708	603	4	15	(9)	(10)	0	0
Other building and construction	713	603	5	4	2	2	0	0
Total	3,320	3,075	136	106	45	(15)	14	24
Real estate								
Non-profit housing associations	6,897	6,795	2	3	0	0	0	0
Leasing of commercial property	2,790	2,887	60	47	9	(2)	0	0
Leasing of residential property	331	715	5	9	(3)	1	0	0
Completion of building projects	360	448	27	25	4	21	0	0
Other related to real estate	1,021	947	16	17	(3)	(3)	0	1
Total	11,399	11,792	110	101	7	17	0	1
Finance and insurance								
Holding companies	6,467	6,472	106	100	5	19	0	0
Financing companies	3,915	4,783	54	55	(2)	9	0	4
Total	10,382	11,255	160	155	3	28	0	4

Notes

DKKkm	Loans/advances and guarantees		Impairment and provisions		Impairment charges for loans/advances etc for the period		Sydbank Group Losses for the period	
	30 Sep	31 Dec	30 Sep	31 Dec	Q1-Q3	Q1-Q3	Q1-Q3	Q1-Q3
	2025	2024	2025	2024	2025	2024	2025	2024
Note 9 – continued								
Loans and advances and guarantees as well as impairment of loans and advances etc by industry								
Trade								
Retail	1,800	1,803	65	68	3	7	5	0
Trade, passenger cars and motorcycles	3,228	3,085	54	63	(5)	(5)	0	1
Wholesale, other machinery	1,540	1,769	83	93	(7)	63	0	2
Wholesale, food, beverages and tobacco	2,123	2,171	48	73	(26)	(4)	0	0
Wholesale, household durables	3,683	3,990	122	118	5	13	4	112
Wholesale, agricultural raw materials and live animals	1,304	1,608	16	34	(15)	(2)	0	0
Other specialised wholesale	1,870	2,220	34	28	6	37	0	0
Other trade	1,469	1,016	24	24	(3)	4	0	1
Total	17,017	17,662	446	501	(42)	113	9	116
Manufacturing and extraction of raw materials								
Extraction of raw materials	418	279	5	1	4	(1)	0	0
Manufacture of textiles and clothing	1,608	661	16	8	8	1	0	0
Manufacture and repair of machinery and equipment	1,133	1,728	15	36	(8)	(2)	1	0
Manufacture of food products	2,949	2,468	58	64	(10)	6	0	2
Manufacture of fabricated metal products, excl machinery and equipment	919	1,172	133	79	54	(5)	2	0
Other manufacturing	3,870	3,037	135	113	11	22	4	0
Total	10,897	9,345	362	301	59	21	7	2
Agriculture, hunting, forestry and fisheries								
Pig farming	639	510	17	14	(9)	(9)	0	0
Cattle farming	963	998	104	77	35	(2)	8	1
Crop production	1,232	1,321	14	22	(15)	(32)	0	4
Other agriculture	988	990	37	48	55	(14)	1	1
Total	3,822	3,819	172	161	66	(57)	9	6
Transportation								
Land transport	951	1,000	16	22	(6)	2	0	0
Water transport	368	394	0	0	0	0	0	0
Air transport	182	188	2	2	0	2	0	0
Other transportation	1,141	1,127	24	15	10	7	0	0
Total	2,642	2,709	42	39	4	11	0	0
Other industries								
Rental and leasing activities	4,975	4,773	40	32	7	8	0	0
Activities of head offices	1,671	2,472	14	14	0	(5)	0	0
Liberal professions	1,685	1,563	44	45	2	13	2	2
Other industries	2,928	2,730	85	89	(7)	16	3	0
Total	11,259	11,538	183	180	2	32	5	2

Notes

DKKm	Sydbank Group			
	Q1-Q3 2025	Q1-Q3 2024	Q1-Q3 2025	Q1-Q3 2024

Note 10

Profit/(Loss) on holdings in associates and subsidiaries

Profit/(Loss) on holdings in associates etc	17	43	5	8
Total	17	43	5	8

Note 11

Effective tax rate

Current tax rate of Sydbank	22.0	22.0	22.0	22.0
Special tax applying to financial undertakings	4.0	4.0	4.0	4.0
Permanent differences	(1.4)	(1.0)	(1.1)	(0.3)
Adjustment of prior year tax charges	(0.1)	0.0	(1.4)	0.0
Effective tax rate	24.5	25.0	23.5	25.7

DKKm	Sydbank Group		
	30 Sep 2025	31 Dec 2024	30 Sep 2024

Note 12

Amounts owed by credit institutions and central banks

Amounts owed at notice by central banks	17,566	10,747	15,830
Amounts owed by credit institutions	3,337	3,126	2,403
Total	20,903	13,873	18,233
Of which reverse transactions	1,469	2,363	1,786

Notes

					Sydbank Group	
DKKm	Stage 1	Stage 2	Stage 3	Credit impaired at initial recognition	30 Sep 2025 Total	31 Dec 2024 Total
Note 13						
Loans and advances, guarantees and allowance account by stage						
Loans and advances before impairment charges	73,427	10,025	1,755	94	85,301	84,551
Guarantees	16,420	651	162		17,233	16,154
Total loans and advances and guarantees	89,847	10,676	1,917	94	102,534	100,705
%	87.6	10.4	1.9	0.1	100.0	100.0
Impairment charges for loans and advances	372	573	1,105		2,050	2,017
Provisions for undrawn credit commitments	16	28	8		52	57
Provisions for guarantees	8	22	98		128	114
Total allowance account	396	623	1,211	-	2,230	2,188
Allowance account at 1 Jan	405	656	1,127		2,188	1,899
New impairment charges and provisions during the period, net	(9)	(33)	145		103	439
Impairment charges previously recorded, now finally written off			61		61	187
Additions allowance account, Coop Bank						37
Total allowance account at end of period	396	623	1,211	-	2,230	2,188
Impairment charges as % of loans and advances	0.5	5.7	63.0		2.4	2.4
Provisions as % of guarantees	0.0	3.4	60.5		0.7	0.7
Allowance account as % of loans and advances and guarantees	0.4	5.8	63.2		2.2	2.2
Loans and advances before impairment charges	73,427	10,025	1,755	94	85,301	84,551
Impairment charges for loans and advances	372	573	1,105		2,050	2,017
Loans and advances after impairment charges	73,055	9,452	650	94	83,251	82,534
%	87.8	11.3	0.8	0.1	100.0	100.0

Notes

					Sydbank Group	
DKKmn	Stage 1	Stage 2	Stage 3	Credit impaired at initial recognition	30 Sep 2025 Total	31 Dec 2024 Total
Note 13 – continued						
Loans and advances before impairment charges						
Rating category						
1	16,454				16,454	15,442
2	22,803				22,803	23,481
3	11,632				11,632	11,778
4	13,457	2,049			15,506	16,869
5	6,457	2,397			8,854	6,832
6	718	2,037			2,755	2,501
7	142	1,967			2,109	2,163
8		439			439	418
9		1,055			1,055	1,313
Default			1,609		1,609	1,566
NR/STD	1,764	81	146	94	2,085	2,188
Total	73,427	10,025	1,755	94	85,301	84,551
Impairment of loans and advances						
Rating category						
1	3				3	5
2	17				17	17
3	81				81	81
4	89	24			113	108
5	87	37			124	117
6	61	54			115	108
7	16	82			98	99
8		42			42	42
9		322			322	365
Default			1,067		1,067	1,038
NR/STD	18	12	38		68	37
Total	372	573	1,105	-	2,050	2,017
Loans and advances after impairment charges						
Rating category						
1	16,451				16,451	15,437
2	22,786				22,786	23,464
3	11,551				11,551	11,697
4	13,368	2,025			15,393	16,761
5	6,370	2,360			8,730	6,715
6	657	1,983			2,640	2,393
7	126	1,885			2,011	2,064
8		397			397	376
9		733			733	948
Default			542		542	528
NR/STD	1,746	69	108	94	2,017	2,151
Total	73,055	9,452	650	94	83,251	82,534

Notes

					Sydbank Group	
				Credit impaired at initial recognition	30 Sep 2025 Total	31 Dec 2024 Total
DKKm	Stage 1	Stage 2	Stage 3			
Note 13 – continued						
Loans and advances before impairment charges						
1 Jan	74,031	8,855	1,566	99	84,551	76,273
Transfers between stages						
Additions, portfolio acquired					-	1,289
Transfers to stage 1	1,565	(1,551)	(14)		-	-
Transfers to stage 2	(4,531)	4,628	(97)		-	-
Transfers to stage 3	(75)	(473)	548		-	-
New exposures	15,085	603	88		15,776	19,234
Final repayments	(11,762)	(1,699)	(155)		(13,616)	(14,044)
Changes in balances	(886)	(338)	(106)	(5)	(1,335)	2,205
Write-offs			(75)		(75)	(406)
End of period	73,427	10,025	1,755	94	85,301	84,551
Impairment of loans and advances						
1 Jan	380	599	1,038	-	2,017	1,738
Transfers between stages						
Additions, portfolio acquired					-	44
Transfers to stage 1	60	(56)	(4)		-	-
Transfers to stage 2	(57)	109	(52)		-	-
Transfers to stage 3	(2)	(72)	74		-	-
New exposures	75	43	54		172	252
Final repayments	(46)	(105)	(128)		(279)	(252)
Changes in balances	(38)	55	184		201	422
Write-offs			(61)		(61)	(187)
End of period	372	573	1,105	-	2,050	2,017
Loans and advances after impairment charges						
1 Jan	73,651	8,256	528	99	82,534	74,535
Transfers between stages						
Additions, portfolio acquired					-	1,245
Transfers to stage 1	1,505	(1,495)	(10)		-	-
Transfers to stage 2	(4,474)	4,519	(45)		-	-
Transfers to stage 3	(73)	(401)	474		-	-
New exposures	15,010	560	34		15,604	18,982
Final repayments	(11,716)	(1,594)	(27)		(13,337)	(13,792)
Changes in balances	(848)	(393)	(290)	(5)	(1,536)	1,783
Write-offs			(14)		(14)	(219)
End of period	73,055	9,452	650	94	83,251	82,534

Notes

DKK m	Sydbank Group		
	30 Sep 2025	31 Dec 2024	30 Sep 2024
Note 14			
Other assets			
Positive market value of derivatives etc	3,257	3,689	4,032
Sundry debtors	1,094	1,058	981
Interest and commission receivable	253	373	372
Cash collateral provided, CSA agreements	512	605	515
Other assets	0	0	18
Total	5,116	5,725	5,918
Note 15			
Amounts owed to credit institutions and central banks			
Amounts owed to central banks	2	4	4
Amounts owed to credit institutions	4,874	6,109	4,858
Total	4,876	6,113	4,862
Of which repo transactions	1,593	2,612	1,529
Note 16			
Deposits and other debt			
On demand	93,968	89,128	85,986
At notice	63	57	58
Time deposits	21,336	23,705	24,874
Special categories of deposits	3,741	3,782	3,900
Total	119,108	116,672	114,818
Of which repo transactions	1,917	1,504	1,596
Note 17			
Other liabilities			
Negative market value of derivatives etc	3,094	3,636	3,901
Sundry creditors	5,682	6,533	6,458
Negative portfolio, reverse transactions	2,671	3,649	3,046
Interest and commission etc	187	226	370
Cash collateral received, CSA agreements	283	350	393
Total	11,917	14,394	14,168

Notes

	Sydbank Group		
	30 Sep	31 Dec	30 Sep
DKKm	2025	2024	2024

Note 18

Provisions

Provisions for pensions and similar obligations	2	2	2
Provisions for deferred tax	179	181	-
Provisions for guarantees	128	114	87
Other provisions	55	61	44
Total	364	358	133

Note 19

Subordinated capital

Interest rate	Note		Nominal (m)	Maturity			
2.800 (floating)	1)	Bond loan	EUR 75	Perpetual	560	559	559
7.640 (floating)	2)	Bond loan	NOK 650	25 Apr 2034	413	408	411
5.386 (floating)	3)	Bond loan	SEK 550	25 Apr 2034	370	357	362
4.178 (floating)	4)	Bond loan	EUR 100	6 Sep 2035	744	743	743
6.177 (floating)	5)	Bond loan	DKK 25	23 Sep 2031	25	25	25
6.380 (floating)	6)	Bond loan	DKK 50	22 Jun 2032	50	50	50
Total subordinated capital					2,162	2,142	2,150

1) The interest rate follows the 10Y Mid-Swap plus a margin of 0.2%. Not included in total capital.

2) Optional redemption from 25 April 2029. The interest rate will be fixed at 3.05% above 3M NIBOR.

3) Optional redemption from 25 April 2029. The interest rate will be fixed at 3.00% above 3M STIBOR.

4) Optional redemption from 6 September 2030. The interest rate will be fixed at 2.10% above 3M EURIBOR.

5) Optional redemption from 23 September 2026. The interest rate will be fixed at 4.00% above 6M CIBOR.

6) Optional redemption from 22 June 2027. The interest rate will be fixed at 4.25% above 6M CIBOR.

Costs relating to raising and redeeming subordinated capital	0	0	0
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Note 20

Contingent liabilities and other obligating agreements

Contingent liabilities

Financial guarantees	8,270	7,568	6,582
Mortgage finance guarantees	2,591	2,310	3,001
Funded mortgage-like loan guarantees	430	574	605
Registration and remortgaging guarantees	4,239	3,787	3,948
Other contingent liabilities	1,703	1,915	1,897
Total	17,233	16,154	16,033

Other obligating agreements

Irrevocable credit commitments	1,501	1,948	1,595
Other liabilities	5	5	7
Total	1,506	1,953	1,602

Notes

	Sydbank Group		
	30 Sep	31 Dec	30 Sep
DKK m	2025	2024	2024

Note 20 – continued

Totalkredit loans distributed by Sydbank are comprised by an agreed right of set-off against future current commission which Totalkredit may invoke in the event of losses on the loans distributed.

Sydbank does not expect that this set-off will have a significant impact on Sydbank's financial position.

As a result of the Bank's membership of Bankdata, the Bank is obligated to pay an exit charge in the event of exit.

The Group is party to legal actions. These legal actions are under continuous review and the necessary provisions made are based on an assessment of the risk of loss. Pending legal actions are not expected to have any significant impact on the financial position of the Group.

Sydbank is jointly taxed with its Danish consolidated entities. The Sydbank Group has not opted for international joint taxation. Sydbank A/S has been appointed the management company of the joint taxation entity. Being the management company, Sydbank has unlimited and joint and several liability with its subsidiaries as regards the joint taxation concerning Danish corporation tax.

Note 21

Collateral

At 30 September 2025 the Group had deposited as collateral securities and cash at a value of DKK 176m with Danish and foreign exchanges and clearing centres etc in connection with margin calls and securities settlements etc. In addition the Group has provided cash collateral in connection with CSA agreements of DKK 512m and deposited as collateral securities at a value of DKK 11m in connection with GMRA agreements.

In connection with repo transactions, which involve selling securities to be repurchased at a later date, the securities remain on the balance sheet and consideration received is recognised as a debt. Repo transaction securities are treated as assets provided as collateral for liabilities. Counterparties are entitled to sell the securities or deposit them as collateral for other loans.

In connection with reverse transactions, which involve purchasing securities to be resold at a later date, the Group is entitled to sell the securities or deposit them as collateral for other loans. The securities are not recognised in the balance sheet and consideration paid is recognised as a receivable.

Assets received as collateral in connection with reverse transactions may be sold to a third party. In such cases a negative portfolio may arise as a result of the accounting rules. This is recognised under "Other liabilities".

Assets sold as part of repo transactions

Bonds at fair value	3,491	4,080	3,107
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Assets purchased as part of reverse transactions

Bonds at fair value	23,608	26,329	24,881
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Notes

Sydbank Group

Note 22

Related parties

Sydbank is the bank of a number of related parties. Transactions with related parties are settled on an arm's length basis.

No unusual transactions took place with related parties in Q1-Q3 2025. Reference is made to the Group's 2024 Annual Report for a more detailed description of related party transactions.

Note 23

Reporting events occurring after the balance sheet date

The boards of directors of Sydbank, Arbejdernes Landsbank and Vestjysk Bank have entered into a merger agreement and proposed to their respective general meetings that the three banks merge. The merger will be completed with Sydbank as the continuing bank under the brand AL Sydbank A/S with headquarters in Aabenraa, Denmark.

The proposal is expected to be approved at the extraordinary general meetings of the three banks held on 2, 3 and 4 December 2025. Notices have been issued for the general meetings.

The boards of directors of Sydbank, Arbejdernes Landsbank and Vestjysk Bank unanimously recommend shareholders to vote in favour of the merger.

The merger is expected to be completed this year when it has been adopted by the general meetings and approval by the authorities has been obtained.

AL Sydbank will be among Denmark's five largest banks with total lending of DKK 137bn, deposits of DKK 207bn and total credit intermediation of DKK 375bn. AL Sydbank will have approx 1,000,000 Private Banking clients and retail clients as well as around 100,000 corporate clients.

Ownership and consideration

As consideration for the retiring shares the following will receive:

- The shareholders of Arbejdernes Landsbank will receive shares in AL Sydbank at an exchange ratio of 62.47:1 to the effect that 62.47 shares with a nominal value of DKK 1 will be exchanged for 1 share with a nominal value of DKK 10.
- Minority shareholders of Vestjysk Bank will receive shares in AL Sydbank at an exchange ratio of 100.52:1 and a cash consideration of DKK 1.78 per Vestjysk Bank share, corresponding to a premium of 34.23% to Vestjysk Bank's volume-weighted average price on 24 October 2025.

After the merger the ownership structure of AL Sydbank is expected to be 57.15% held by Sydbank's current shareholders, 39.00% by Arbejdernes Landsbank shareholders and 3.85% by Vestjysk Bank's minority shareholders.

Note 24

Large shareholders

Nykredit Realkredit A/S owns more than 5% of Sydbank's share capital.

Notes

	Q1-Q3	Q1-Q3	Sydbank Group Index	31 Dec
DKKkm	2025	2024	25/24	2024

Note 25

Core income

Net interest etc	2,750	3,356	82	4,391
Mortgage credit*	454	415	109	570
Payment services	212	222	95	293
Remortgaging and loan fees	129	126	102	169
Commission and brokerage	386	358	108	484
Commission etc investment funds and pooled pension plans	264	235	112	315
Asset management	383	331	116	454
Custody account fees	81	78	104	103
Other operating income	327	326	100	448
Total	4,986	5,447	92	7,227

* Mortgage credit

Totalkredit cooperation	375	332	113	450
Totalkredit, set-off of loss	7	7	100	8
Totalkredit cooperation, net	368	325	113	442
DLR Kredit	85	89	96	127
Other mortgage credit income	1	1	100	1
Total	454	415	109	570

Notes

				Sydbank Group 30 Sep 2025	
DKKm	FVPL	Fair value option	FVOCI	Total fair value	Amortised cost
Note 26					
Fair value disclosure					
Financial instruments are included in the balance sheet either at fair value or at amortised cost.					
The table below breaks down financial instruments by valuation technique.					
Financial assets					
Cash and balances on demand at central banks				-	4,295
Amounts owed by credit institutions and central banks	1,469			1,469	19,434
Loans and advances at fair value	21,934			21,934	-
Loans and advances at amortised cost				-	83,251
Bonds at fair value	13,520	14,271		27,791	-
Shares etc	183	2,479	554	3,216	-
Assets related to pooled plans		27,731		27,731	-
Land and buildings			1,214	1,214	-
Other assets	3,334	79		3,413	1,703
Total	40,440	44,560	1,768	86,768	108,683
Undrawn credit commitments				-	55,140
Maximum credit risk, collateral not considered	40,440	44,560	1,768	86,768	163,823
Financial liabilities					
Amounts owed to credit institutions and central banks	1,593			1,593	3,283
Deposits and other debt	1,917			1,917	117,191
Deposits in pooled plans		27,731		27,731	-
Bonds issued at amortised cost				-	14,913
Other liabilities	5,767			5,767	6,150
Subordinated capital				-	2,162
Total	9,277	27,731	-	37,008	143,699

Notes

				Sydbank Group 31 Dec 2024	
DKKm	FVPL	Fair value option	FVOCI	Total fair value	Amortised Cost
Note 26 – continued					
Financial assets					
Cash and balances on demand at central banks				-	3,349
Amounts owed by credit institutions and central banks	2,363			2,363	11,510
Loans and advances at fair value	23,842			23,842	-
Loans and advances at amortised cost				-	82,534
Bonds at fair value	16,778	15,002		31,780	-
Shares etc	92	2,509	403	3,004	-
Assets related to pooled plans		27,005		27,005	-
Land and buildings			1,226	1,226	-
Other assets	3,826	124		3,950	1,775
Total	46,901	44,640	1,629	93,170	99,168
Undrawn credit commitments				-	56,283
Maximum credit risk, collateral not considered	46,901	44,640	1,629	93,170	155,451
Financial liabilities					
Amounts owed to credit institutions and central banks	2,612			2,612	3,501
Deposits and other debt	1,504			1,504	115,168
Deposits in pooled plans		27,005		27,005	-
Bonds issued at amortised cost				-	11,175
Other liabilities	7,288			7,288	7,106
Subordinated capital				-	2,142
Total	11,404	27,005	-	38,409	139,092

To take into account changes in credit risk concerning derivatives with positive fair value, an adjustment is made – CVA. CVA is a function of the risk of counterparty default (PD), the expected positive exposure and the loss ratio in the event of default. PD is determined on the basis of the Group's credit models – default probability in 12 months. PD beyond 12 months is adjusted on the basis of market data of exposures with a similar PD level. At 30 September 2025 CVA constituted DKK 15m compared to DKK 16m at year-end 2024.

Customer margins recognised in connection with derivatives are amortised over the life of the transaction. At 30 September 2025 customer margins not yet recognised as income totalled DKK 14m compared to DKK 15m at year-end 2024.

Financial instruments recognised at fair value

Measurement of financial instruments is based on quoted prices from an active market, on generally accepted valuation models with observable market data or on available data that only to a limited extent is observable market data.

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

As regards financial instruments where measurement is based on available data that only to a limited extent is observable market data, measurement is subject to estimates. Such financial instruments appear from the column unobservable inputs below and include primarily unlisted shares, including shares in DLR Kredit A/S.

The fair value of unlisted shares and other holdings is calculated on the basis of available information on trades etc – including to a very significant extent on shareholders' agreements based on book value. To an insignificant extent fair value is calculated on the basis of expected cash flows.

A 10% change in the calculated market value of financial assets measured on the basis of unobservable inputs will affect profit before tax by DKK 248m (31 December 2024: DKK 246m).

Notes

				Sydbank Group	
DKKmn	Quoted prices	Observable inputs	Unobserv-able inputs	Total fair value	Carrying amount
Note 26 – continued					
30 Sep 2025					
Financial assets					
Amounts owed by credit institutions and central banks		1,469		1,469	1,469
Loans and advances at fair value		21,934		21,934	21,934
Bonds at fair value		27,791		27,791	27,791
Shares etc	706	31	2,479	3,216	3,216
Assets related to pooled plans	20,752	6,979		27,731	27,731
Land and buildings			1,214	1,214	1,214
Other assets	526	2,887		3,413	3,413
Total	21,984	61,091	3,693	86,768	86,768
Financial liabilities					
Amounts owed to credit institutions and central banks		1,593		1,593	1,593
Deposits and other debt		1,917		1,917	1,917
Deposits in pooled plans		27,731		27,731	27,731
Other liabilities	453	5,314		5,767	5,767
Total	453	36,555	-	37,008	37,008
31 Dec 2024					
Financial assets					
Amounts owed by credit institutions and central banks		2,363		2,363	2,363
Loans and advances at fair value		23,842		23,842	23,842
Bonds at fair value		31,780		31,780	31,780
Shares etc	523	22	2,459	3,004	3,004
Assets related to pooled plans	19,488	7,517		27,005	27,005
Land and buildings			1,226	1,226	1,226
Other assets	220	3,730		3,950	3,950
Total	20,231	69,254	3,685	93,170	93,170
Financial liabilities					
Amounts owed to credit institutions and central banks		2,612		2,612	2,612
Deposits and other debt		1,504		1,504	1,504
Deposits in pooled plans		27,005		27,005	27,005
Other liabilities	219	7,069		7,288	7,288
Total	219	38,190	-	38,409	38,409

DKKkm	30 Sep 2025	31 Dec 2024	30 Sep 2024
Assets measured on the basis of unobservable inputs			
Carrying amount at 1 Jan	2,459	2,338	2,338
Additions	-	6	6
Disposals	44	27	28
Market value adjustment	64	142	80
Carrying amount at end of period	2,479	2,459	2,396
Recognised in profit for the period			
Dividend	105	101	101
Market value adjustment	64	142	80
Total	169	243	181

Notes

DKKm	Sydbank Group		
	30 Sep 2025	31 Dec 2024	30 Sep 2024
Note 27			
Leverage ratio			
Leverage ratio exposures			
Total assets	196,571	193,669	189,644
Of which pooled assets	(27,731)	(27,005)	(26,081)
Correction derivatives etc	(596)	3,072	2,873
Guarantees etc	17,233	16,154	16,033
Undrawn credit commitments etc	5,270	11,154	11,449
Other adjustments	(2,100)	(2,286)	(2,337)
Total	188,647	194,758	191,581
T1 capital – current (transitional rules)	12,077	12,381	12,147
T1 capital – fully loaded	12,077	12,381	12,147
Leverage ratio (%) – current (transitional rules)	6.4	6.4	6.3
Leverage ratio (%) – fully loaded	6.4	6.4	6.3

Notes

Sydbank Group

DKKm

1 Jul 2024

Note 28

Acquisition of subsidiaries

Acquisitions in 2025

Sydbank has no acquisitions in 2025.

Acquisitions in 2024

Sydbank has acquired 100% of the share capital of Coop Bank. The acquisition took effect on 1 July 2024.

The activities acquired are included in the segment reporting of the Sydbank Group under Banking. The acquisition cost of Coop Bank represented DKK 347m, which has been paid in cash. The transaction includes approx 88,000 customers, including approx 21,000 NemKonto (Easy Account) customers, bank loans and advances of DKK 1.2bn and distributed Totalkredit mortgage loans representing DKK 1.0bn. Moreover the agreement includes a partnership that will create attractive value propositions for the customers of Coop Bank A/S and the other members of Coop Danmark. The partnership is expected to generate an increase in business volume at Coop Bank A/S.

After recognition of identifiable assets, liabilities and contingent liabilities at fair value, goodwill in connection with the acquisition constitutes DKK 0m. The assets and liabilities acquired can be broken down as follows at the acquisition date:

Statement of fair value

Assets

Cash and balances on demand at central banks	1,640
Amounts owed by credit institutions and central banks	141
Loans and advances at amortised cost	1,245
Bonds at fair value	467
Shares etc	0
Intangible assets, customer relationships	120
Land and buildings	3
Other property, plant and equipment	1
Deferred tax	3
Other assets	20
Prepayments	7
Total assets	3,647

Liabilities

Amounts owed to credit institutions and central banks	52
Deposits and other debt	3,105
Bonds issued	17
Other liabilities	21
Provisions	31
Subordinated capital	74
Total liabilities	3,300

Net assets acquired	347
Purchase price	347
Goodwill	0

Contingent liabilities

Guarantees	46
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Notes

Note 28 – continued

Calculation of fair values

In connection with the acquisition of Coop Bank, Sydbank has determined identifiable assets and liabilities, which are recognised in the pre-acquisition balance sheet at fair value.

The fair value of loans and advances is based on an assessment of the market value of the portfolio acquired. Before the fair value adjustment, the net value of loans and advances represented DKK 1,246m at the acquisition date. The fair value adjustment of loans and advances totalled DKK 0m. Total loans and advances after the fair value adjustment represented DKK 1,246m.

The fair value of customer relationships has been determined using the Multi-Period Excess Earnings Method (MEEM). Customer relationships are determined at the present value of the net cash flows generated through sale to customers after deducting a reasonable return on all other assets which contribute to generating the cash flows in question.

The fair value of other intangible assets is based on the discounted cash flows expected to be derived from the ongoing use of the assets or from the sale of the assets.

Liabilities are valued at the present value of the amounts to be applied to settle the liabilities. The Group's lending rate before tax is used in connection with discounting. Discounting is avoided as regards short-term liabilities when the effect is insignificant.

Impact of the acquisition on the Sydbank Group's income statement

The activities acquired form part of the Sydbank Group's net interest and fee income from 1 July 2024 and represent DKK 80m and profit for the year represents DKK 15m for the period from the acquisition on 1 July 2024 to 31 December 2024.

The Group's net interest and fee income and profit for the year for 2024 made up pro forma as if Coop Bank had been acquired as of 1 January 2024 total DKK 161m and DKK 34m respectively. The pro forma figures are determined on the basis of the actual acquisition cost and the allocation of the acquisition cost as at the acquisition date. However depreciation/amortisation, loan costs etc are included in the pro forma figures as of 1 January 2024.

30 Sep 2025	Activity	Share capital (DKKm)	Equity (DKKm)	Profit/(Loss) (DKKm)	Sydbank Group Ownership share (%)
Note 29					
Group holdings and enterprises					
Sydbank A/S		512			
Consolidated subsidiaries					
Coop Bank A/S, Albertslund	Bank	128	284	11	100
Coop Betalinger A/S, Albertslund	Payment services	2	2	0	100
Ejendomsselskabet af 1. juni 1986 A/S, Aabenraa	Real estate	11	35	5	100
Syd Administration A/S, Aabenraa	Invst & admin.	50	51	1	100
Syd Fund Management A/S, Aabenraa	Administration	100	127	27	67
Held for sale					
Green Team Group A/S, Sønder Omme*	Wholesale	101	(56)	(35)	100
Holdings in associates					
Foreningen Bankdata, Fredericia*	IT	472	467	2	30
Fynske Bank A/S, Svendborg*	Bank	76	1,430	124	20
Komplementarselskabet Core Property Management A/S, Copenhagen *	Real estate	1	2	0	20
Core Property Management P/S, Copenhagen *	Real estate	5	50	28	20

* Financial information according to the companies' most recently published annual reports (2024).

Management Statement

We have reviewed and approved the Interim Report – Q1-Q3 2025 of Sydbank A/S.

The consolidated interim financial statements are prepared in accordance with the IFRS Accounting Standards as adopted by the EU, and the parent company interim financial statements are prepared in accordance with the legislative requirements, including the Danish Financial Business Act.

Furthermore the consolidated financial statements are prepared in compliance with Danish disclosure requirements for listed financial companies.

The Interim Report has not been audited or reviewed. However the Bank's external auditor has conducted a verification of profit for the period, including audit procedures consistent with the requirements as regards a review, and has thus verified that the conditions for ongoing recognition of profit for the period in CET1 capital were met.

In our opinion the interim financial statements give a true and fair view of the Group's assets, equity and liabilities and financial position at 30 September 2025 and of the results of the Group's operations and cash flows for the period 1 January – 30 September 2025.

Moreover it is our opinion that the management's review includes a fair review of the developments in the Group's operations and financial position as well as a description of the most significant risks and elements of uncertainty which may affect the Group and the parent company.

Aabenraa, 5 November 2025

Group Executive Management

Mark Luscombe
CEO

Jørn Adam Møller

Stig Westergaard

Board of Directors

Ellen Trane Nørby
Chair

Søren Holm
Vice Chair

Carsten Andersen

Brian Østergaard Roed

Aksel Bjørn Møller

Janne Moltke-Leth

Jarl Oxlund

Gitte Poulsen

Susanne Schou

Jon Stefansson

Jørn Krogh Sørensen

Pia Wrang

Supplementary Information

Financial calendar

In 2025 and 2026 the Group's preliminary announcement of financial statements will be released as follows:

- Extraordinary General Meeting
4 December 2025
- Announcement of the 2025 financial statements
25 February 2026
- Annual General Meeting 2026
19 March 2026
- Interim Report – Q1 2026
6 May 2026
- Interim Report – First Half 2026
26 August 2026
- Interim Report – Q1-Q3 2026
4 November 2026

Sydbank contacts

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Relevant links

sydbank.dk
sydbank.com

For further information reference is made to Sydbank's 2024 Annual Report at sydbank.com.

Translation

The above is a translation of the Danish "Delårsrapport – 1.-3. kvartal 2025 Sydbank-koncernen". In case of doubt the Danish original applies.