



INTERIM REPORT 2023

8. FINANCIAL YEAR | NORD.INVESTMENTS FONDSMÆGLERSELSKAB A/S | CVR no. 37226939

APPLEBYS PLADS 7 | DK-1411 KØBENHAVN K | DENMARK

A HIGHLY SCALABLE PLATFORM. MAKING IT SIMPLE TO BE INVESTED.

NORD.investments is a fintech company offering a highly scalable platform with a **professional investment solution** for retail investors [a so called robo-advisor].

Our **transparent and low cost investment solution** makes it simple and convenient being invested long term, for those that don't want to invest themselves.

Our long term ambition is to build a **Nordic category winner** on our **own modern financial infrastructure**.



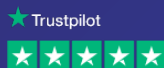
INVESTMENT FIRM UNDER
SUPERVISION OF



PARTNERED WITH



CATEGORY LEADER



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2023 H1 AT A GLANCE

Uncertainty and increased living costs [higher interest rates, higher energy prices etc] among retail investors reduced demand for investments and impacted the growth of NORD.investments. In a market with uncertainty among investors, we have chosen to focus on platform development and have temporarily reduced investments in marketing and other costs until there is more appetite for investments among retail investors. Despite the nervous market and significant reduced investments in marketing, NORD.investments attracted a gross in-flow of DKK 165 million new funds and gross 731 new customers in 2023 H1.

ASSETS UNDER MANAGEMENT

1,91 BILLIONS DKK [+ 4,2 %]

REVENUE

3,0 MILLIONS DKK [+ 3,8 %]

CASH AND CASH DEPOSITS

31,8 MILLIONS DKK

TOTAL CUSTOMERS

7.336 [+ 6,5 %]

PROFIT & LOSS

- 3,0 MILLIONS DKK

LONG TERM FINANCIAL OBJECTIVES

NORD.investments' revenue is composed of percentage fees related to (i) the company's assets under management and (ii) the trades it places on behalf of customers. The long-term financial objectives of NORD.investments are as follows:

INCREASE CUSTOMER BASE

The foremost objective of NORD.investments in its current growth phase is to acquire additional customers. Correspondingly, the majority of the net proceeds from the IPO will be used to further grow the customer base. Increasing the customer base will, all else being equal, increase NORD.investments' AUM and number of trades being placed on customers' behalf, both of which will increase the revenue, with AUM being the primary source of revenue. The minimum investment for new customers was as of December 2021 changed from DKK 30.000 to DKK 10.000 to lower the entry barrier and to attract more customers. NORD.investments expects this change to positively impact the ratio between customer acquisition cost and life time value.

INCREASE AUM PER CUSTOMER

In parallel with increasing the customer base, NORD.investments is focussing on increasing the amount invested (or AUM) per customer. Approximately 77 percent of NORD.investments' customers have transferred additional funds to their NORD.investment account and app. 25 percent of customers make recurring monthly transfers. Historically there has been no way for customers to set-up a money transfer directly from the NORD.investments application as NORD.investments does not control that part of the user journey nor have the requisite licence to perform payments. To increase the AUM per customer NORD.investments has therefore entered into an agreement with the payment gateway provider

Aiia – a Mastercard company, and in Q3 2022 launched the first version of our seamless account-to-account payment service directly in NORD.investments' application. NORD.investments believes this will contribute to increasing the AUM per customer. The gateway provider solution requires no payment license and have limited recurring costs for NORD.investments.

INCREASE PROFITABILITY

With a longer time horizon, NORD.investments finds it relevant to explore ways in which it may increase its profitability. NORD.investments expects to look into ways in which it may retain a larger percentage of the total fees customers are charged when using NORD.investments' product. This may include obtaining an extended investment firm license that will allow NORD.investments to hold customers' funds on a segregated custody account; a task that, today, is handled by Saxo Bank as part of the partnership agreement. As such it would increase NORD.investments' profitability, expectedly without any changes to the price for customers.

LONG TERM STRATEGIC OBJECTIVES

NORD.investments is in a growth phase in which the acquisition and retention of new customers is the highest strategic priority of the company. In connection with this, the long-term more specific strategic objectives of NORD.investments to support its growth are as follows:

FINANCIAL LICENSES AND BUILDING OWN INFRASTRUCTURE

The Danish Financial Supervisory Authority granted NORD.investments the investment firm license in august 2022. The license is fundamental for NORD.investments' long term growth plan, as it opens up for internationalization and building own infrastructure that will increase the profitability and growth of the company. The license will enable NORD.investments to offer the activity of rebalancing customers' portfolios on a discretionary basis without customers' specific consent each time. In addition, the license may be used for cross-border operations (passport) in other EU/EEA countries. NORD.investments also plans to apply for an extended investment firm license to perform additional regulated activities. An extended investment firm license will allow NORD.investments to hold customers' funds on a segregated custody account and taking ownership of the full customer relationship; a responsibility that, currently is handled by Saxo Bank as part of the partnership agreement. The benefits for NORD.investments of obtaining the license will be a greater ability to increase profitability, international expansion and improve the user journey and experience altogether.

WEALTH CUSTOMER SEGMENT

NORD.investments continued its focus increasing its volume of Wealth customers, defined as customers having invested a higher amount than DKK 2,0 million with NORD.investments. As of June 30th 2023 NORD.investments had 126 Wealth customers with a total of DKK 562 million in assets under management.

PENSION OFFER

NORD.investments will make it easy to discover, transfer and consolidate old pension pots with our innovative "1-click pension-collect" solution, as these pensions are diminishing due to minimum and high fees. Our pension offer is expected to increase the average AUM per customer and the overall lifetime value per customer. NORD.investments is a first mover in offering pension savings among digital investment advisers in Denmark. As of June 30th 2023 NORD.investments had 469 pension portfolios with DKK 110 millions in assets under management.

REBRANDING

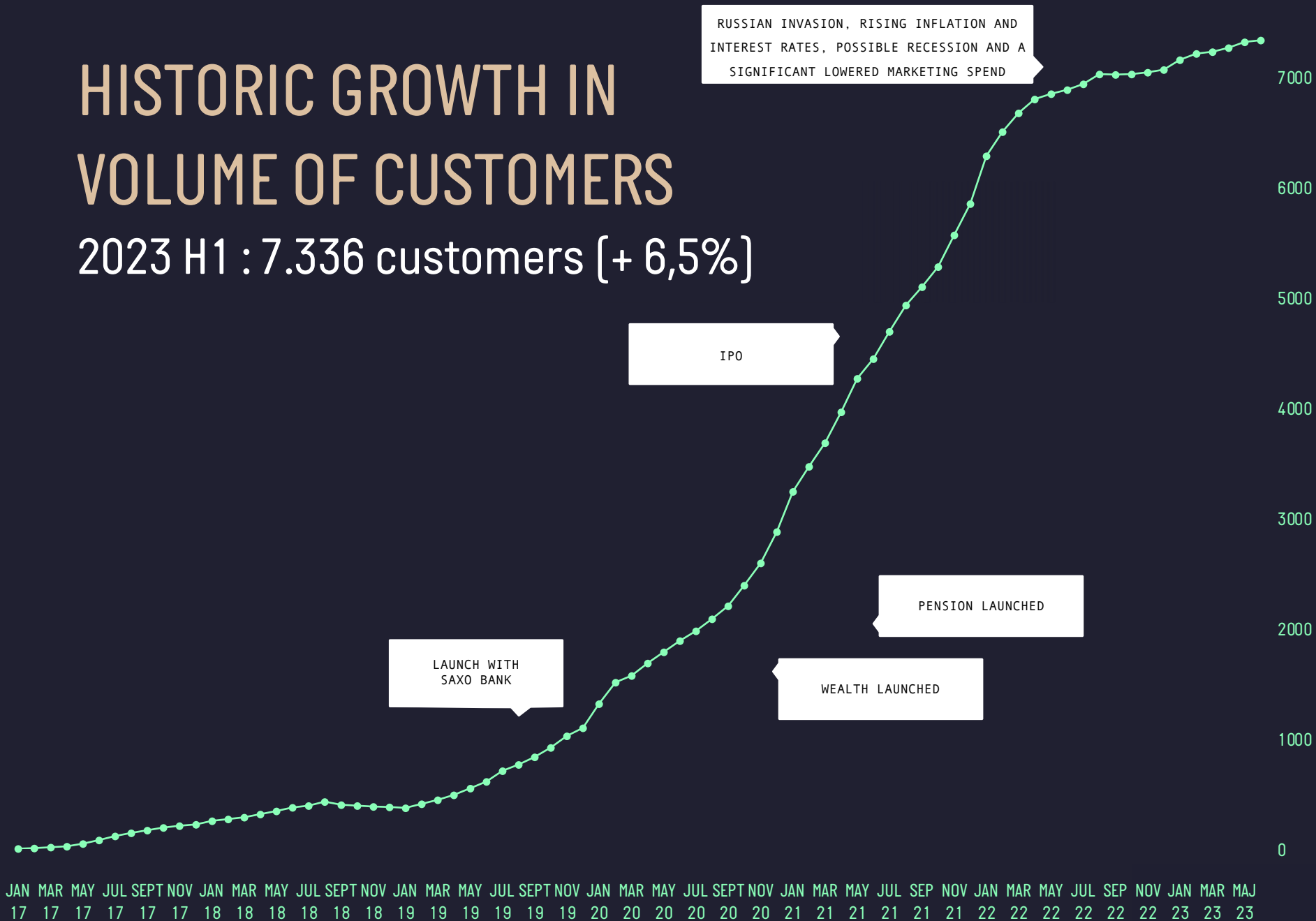
To further strengthen and broadening NORD.investments' positioning as a simple investment solution for those that do not want to invest themselves, NORD.investments has decided to re-brand in the months to come. The decision also follows NORD.investments' aim to have an EU registered trademark.

INTERNATIONALIZATION

NORD.investments continuously monitors potential opportunities for expansion. These are mostly made up of nearby Nordic countries that resemble Denmark where NORD.investments already has proven its business model. For expansion, there are at least two prerequisites NORD.investments must take into consideration: [i] NORD.investments needs to obtain and hold the investment firm license for at least six [6] months before it may passport it to another EU/EEA country and [ii] NORD.investments needs to secure partnerships with partner banks with the necessary services and infrastructure and obtain its own extended investment firm license.

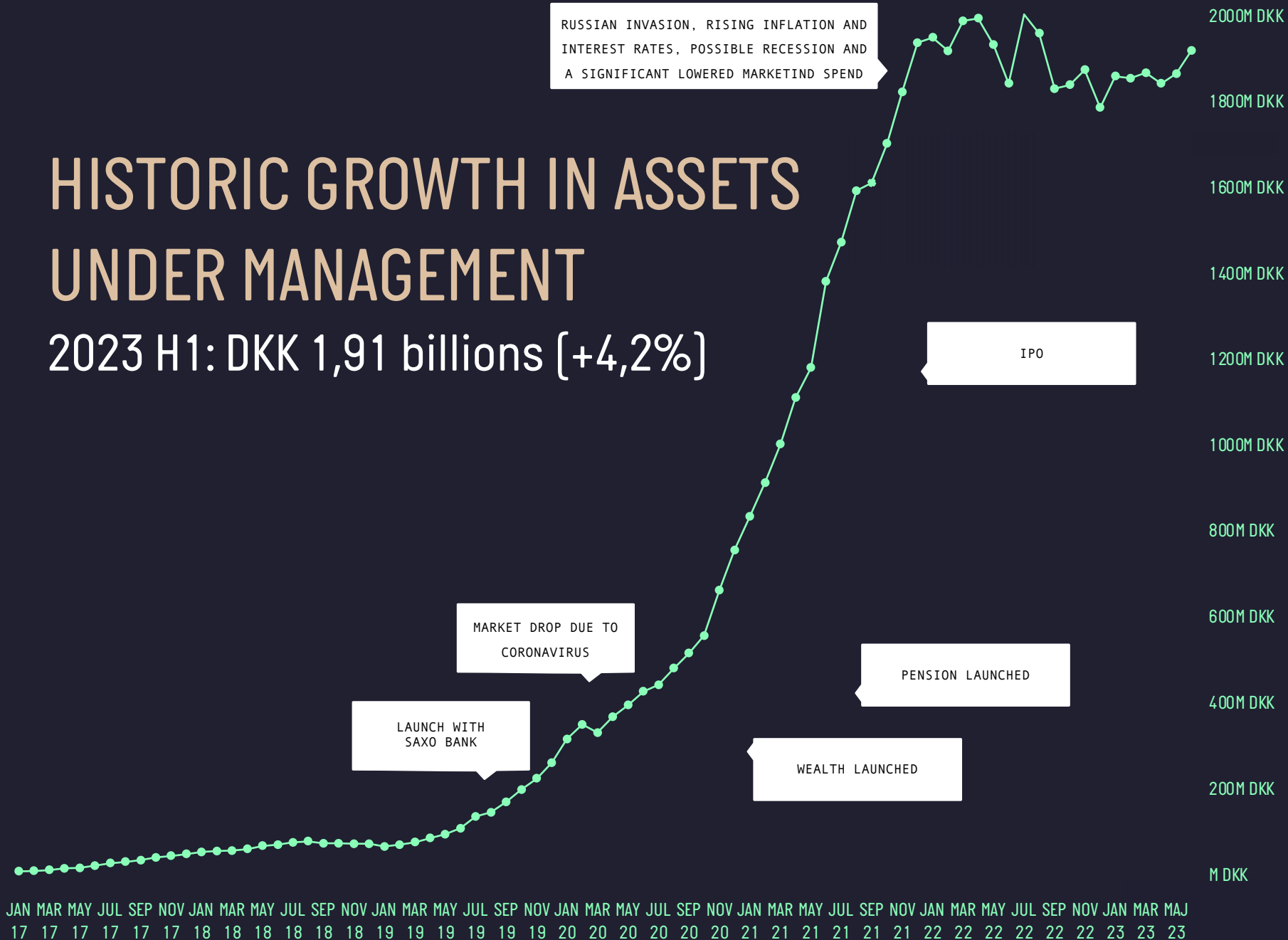
HISTORIC GROWTH IN VOLUME OF CUSTOMERS

2023 H1 : 7.336 customers (+ 6,5%)



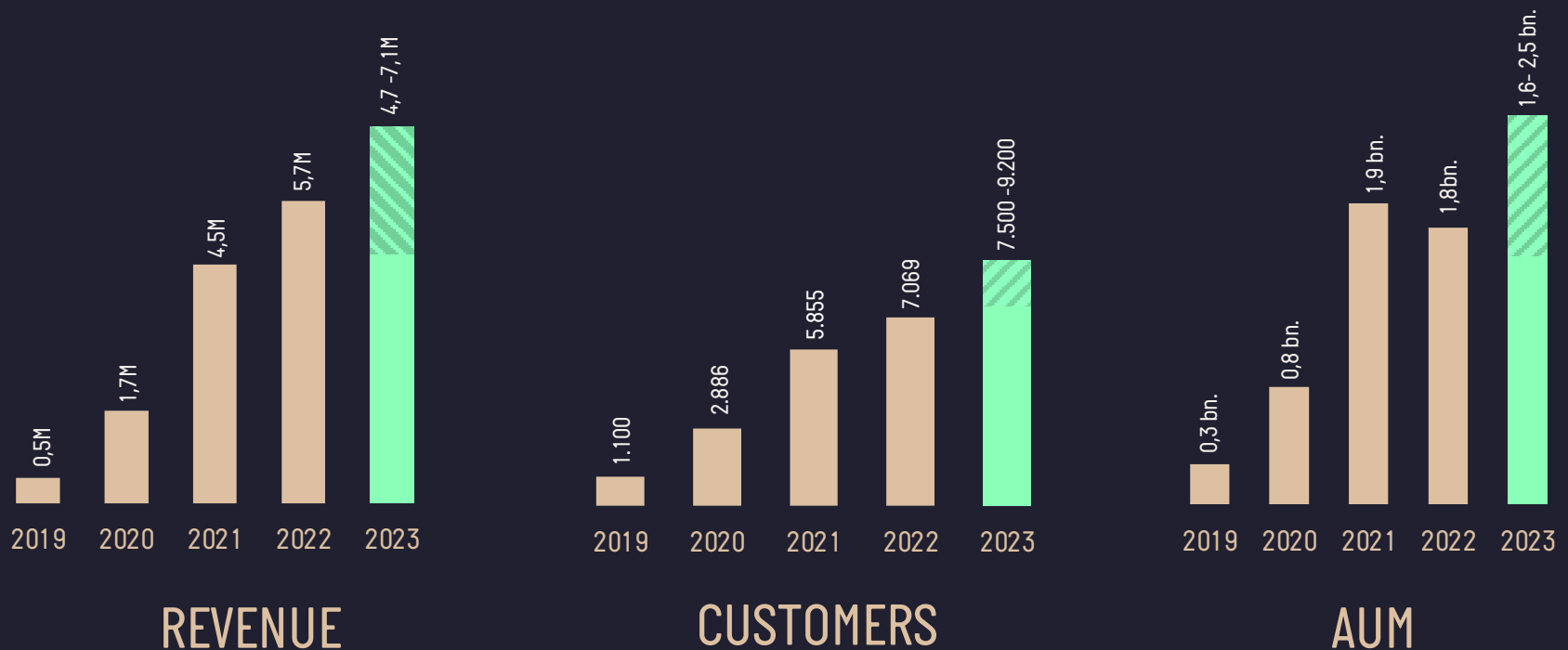
HISTORIC GROWTH IN ASSETS UNDER MANAGEMENT

2023 H1: DKK 1,91 billions (+4,2%)



GUIDANCE FOR 2023 REMAINS UNCHANGED

NORD.investments remains confident about the future and continue to focus on building a category winner on our own modern financial infrastructure. By end of 2023 we aim to have reached 7.500 – 9.200 customers with investments totalling DKK 1,6 – 2,5 billion generating a revenue of DKK 4,7-7,1 million.





FINANCIAL STATEMENTS

COMPANY INFORMATION

Company

NORD.investments Fondsmæglerselskab A/S
c/o Copenhagen Fintech Lab
Applebys Plads 7
1411 Copenhagen K

CVR No.

37226939

LEI-Code

894500RSD66QGTCMMN15

Date of formation

9 November 2015

Registered office

Copenhagen

Website

<https://www.nord.investments/investor>

Board of Directors

Peter Michael Albrechtslund, Chairman
Christopher Olav Werner Hjelseth
Henrik Richard Hasselbalch Busch

Executive Board

Anders Hartmann, CEO

MANAGEMENT ' S REVIEW

THE COMPANY'S MAIN ACTIVITIES

NORD.investments Fondsmæglerselskab A/S is a fintech company offering an independent digital pension and wealth management platform providing investment advice to retail investors. Our low cost platform makes it convenient to be invested long term, without the hassle and stress for clients to invest on their own.

FINANCIAL HIGHLIGHTS AND EXECUTION OF COMPANY STRATEGY

Uncertainty and increased living costs (higher interest rates, higher energy prices etc) among retail investors reduced demand for investments and impacted the growth of NORD.investments.

In a market with uncertainty among investors, we have chosen to focus on platform development and have temporarily reduced investments in marketing and other costs until there is more stability on the financial markets and the appetite for investment among investors return.

Despite the nervous market and significant reduced investments in marketing, NORD.investments attracted a gross in-flow of DKK 165 million in new funds and gross 731 new customers in the first half year of 2023.

Net interest and fee income for 2023 H1 was DKK 3,0 million [+3,8% compared to 2022 H1]. Assets under management (AUM) was DKK 1.910 million [+4,2% compared to 2022 H1]. The total number of invested customers was 7.336 [+6,5% compared to 2022 H1].

The result for 2023 H1 with a loss of DKK 3,0 million was in line with management ' s expectations following reduced investments in growth activities and general cost reductions.

In accordance with the proclaimed strategy and the statement on allocation of proceeds from the IPO, NORD.investments initiated and will continue its investments in building its own digital investment platform.

Despite the weakened investor appetite for investments in the first half of 2023, NORD.investments remains confident about the future and continue to focus on building a category winner within the space of digital pension and wealth management platforms.

NORD.investments has a cash balance as of June 30th of DKK 31,8 million, has no debt, and is therefore well capitalized.

NORD.investments' guidance for 2023 remains unchanged.

MANAGEMENT'S STATEMENT

Today, Management has considered and adopted the Interim Report of **NORD.investments Fondsmæglerselskab A/S** for the period of 1 January 2023 – 30 June 2023.

The Interim Report of **NORD.investments Fondsmæglerselskab A/S** for 2023 H1 has been presented in accordance with the provisions of the Executive Order on Financial Reports for Credit Institutions and Investment Companies, etc. and additional requirements for companies listed on Nasdaq First North Growth Market.

In our opinion, the Financial Statements give a true and fair view of the assets, liabilities and financial position of the company as of 30 June 2023 and of the results of the company's operations and cash flow for the period covering 1 January 2023 - 30 June 2023.

In our opinion, the Management's Review includes a true and fair account of the matters addressed in the review.

Copenhagen, 24nd August 2023

EXECUTIVE BOARD

Anders Hartmann
CEO

BOARD OF DIRECTORS

Peter Michael Albrechtslund
Chairman

Christopher Olav Werner Hjelseth
Member

Henrik Richard Hasselbalch Busch
Member

FINANCIAL STATEMENTS

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INCOME STATEMENT

	NOTE	30.06.23 (IN DKK)	30.06.22 (IN DKK)
Interest income	2	340.364	0
Interest expenses	3	0	-19.759
Net interest income		340.364	-19.759
Fee income	4	2.700.410	2.948.105
Net interest and fee income		3.040.774	2.928.346
Staff costs and administrative expenses	5, 15	-5.968.244	-12.026.634
Depreciation, amortization and impairment of intangible and tangible assets		-318.388	-159.047
Loss before tax		-3.245.858	-9.257.334
Tax	6	218.141	300.091
Loss of the year		-3.027.717	-8.957.243
PROPOSED DISTRIBUTION OF RESULTS			
Retained earnings		-3.027.717	-8.957.243
Distribution of loss		-3.027.717	-8.957.243

STATEMENT OF COMPREHENSIVE INCOME

	NOTE	30.06.23 (IN DKK)	30.06.22 (IN DKK)
Profit / loss for the period	7, 15	-3.027.717	-8.957.243
Distribution of comprehensive income			
Shareholders in NORD.investments Fondsmæglerselskab A/S		-3.027.717	-8.957.243
Comprehensive income		-3.027.717	-8.957.243
EARNINGS PER SHARE			
Result		-3.027.717	-8.957.243
Number of shares		20.957.016	20.929.325
Number of own shares		-325.010	-325.010
Number of shares in circulation		20.632.006	20.604.315
Outstanding warrants dilution effect		1.740.596	1.597.260
Diluted number of shares in circulation		22.372.602	22.201.575
Average number of shares in circulation		20.624.813	20.527.525
Earnings per share of DKK 0,10	7	-0,15	-0,44
Average diluted number of shares in circulation		22.335.724	22.226.871
Diluted earnings per share of DKK 0,10	7	-0,14	-0,40

BALANCE SHEET AS OF 30 JUNE

	NOTE	30.06.23 (IN DKK)	31.12.22 (IN DKK)
ASSETS			
Cash in hand and demand deposits with central banks		1.811.781	37.209.717
Due from credit institutions and central banks	8	30.000.000	0
Intangible assets	9	5.785.451	4.051.320
Tangible assets	10	46.746	62.566
Current tax assets		875.104	656.963
Other assets		60.000	60.000
Prepaid expenses and other short-term receivables		898.680	656.069
Total assets		39.477.762	42.696.635
Contingent assets	11		

BALANCE SHEET AS OF 30 JUNE

	NOTE	30.06.23 (IN DKK)	31.12.22 (IN DKK)
LIABILITIES			
Other liabilities		1.228.629	1.608.911
Accruals		35.358	174.467
Total debt		1.263.987	1.783.378
Share capital		2.095.702	2.094.302
Reserve for unpaid contributed capital		81.189.480	81.196.479
Reserve for development costs		5.785.451	4.051.320
Retained earnings		-50.856.858	-46.428.844
Total shareholders' equity		38.213.775	40.913.257
Total liabilities		39.477.762	42.696.635
Contingent liabilities	12		

STATEMENT OF CHANGES IN EQUITY

	CONTRIBUTED CAPITAL	RESERVE FOR DEVELOPMENT COSTS	SUNDRY RESERVES	TOTAL
Equity 1 January 2023	2.094.302	4.051.320	34.767.635	40.913.257
Capital increase	1.400	0	0	1.400
Cost of capital increase	0	0	-7.000	-7.000
Reserve for development costs	0	1.734.131	-1.734.131	0
Issue of warrants	0	0	333.834	333.834
Profit (loss)	0	0	-3.027.717	-3.027.717
Equity 30 June 2023	2.095.702	5.785.451	30.332.621	38.213.775

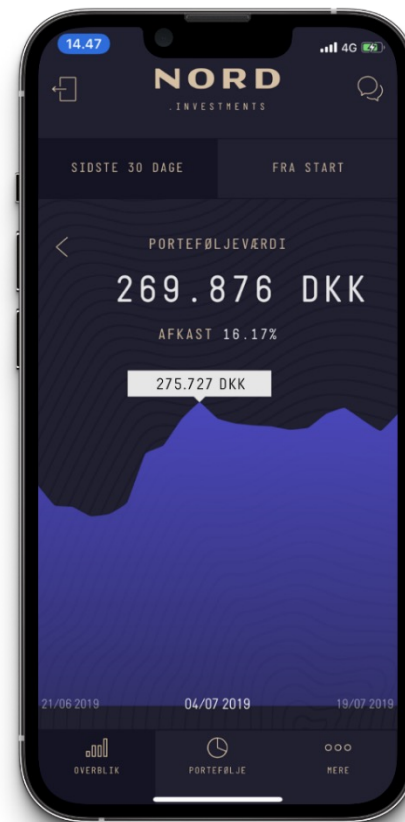
	CONTRIBUTED CAPITAL	RESERVE FOR DEVELOPMENT COSTS	SUNDRY RESERVES	TOTAL
Equity 1 January 2022	2.081.154	1.396.186	45.768.876	49.246.216
Capital increase	13.148	0	0	13.148
Cost of capital increase	0	0	-11.000	-11.000
Reserve for development costs	0	2.655.134	-2.655.134	0
Issue of warrants	0	0	4.786.873	4.786.873
Profit (loss)	0	0	-13.121.980	-13.121.980
Equity 31 December 2022	2.094.302	4.051.320	34.767.635	40.913.257

CASH FLOW STATEMENT

	NOTE	30.06.23 (IN DKK)	30.06.22 (IN DKK)
Profit	15	-3.027.717	-8.957.243
Depreciation, amortization expense and impairment losses of property, plant and equipment and intangible assets		318.388	159.047
Issue of warrants		333.834	4.437.465
Adjustments for deferred tax		-218.141	-300.091
Adjustments of income exceed cost/cost exceed income for the financial year		-519	22.540
Decrease (increase) in receivables		-242.092	47.903.249
Decrease (increase) in trade payables		-519.390	-713.104
Other adjustments for decrease (increase) in working capital		0	44.813
Cash flows from operating activities		-3.355.637	42.596.676
Purchase of investments		-2.036.699	-1.364.050
Cash flows from investing activities		-2.036.699	-1.364.050
Deposits with central banks		-30.000.000	0
Debt to banks		0	-59.442
Cash capital increase		-5.600	6.779
Cash flows from financing activities		-30.005.600	-52.663
Net increase in cash and cash equivalents		-35.397.936	41.179.961
Cash and cash equivalents, beginning balance		37.209.717	1.090.099
Cash and cash equivalents, ending balance		1.811.781	42.270.060

NOTES

1. Financial highlights 5-years overview
2. Interest income
3. Interest expenses
4. Fee income
5. Staff costs and administrative expenses
6. Tax
7. Earnings per share
8. Due from credit institutions and central banks
9. Intangible assets
10. Tangible assets
11. Contingent assets
12. Contingent liabilities
13. Related parties
14. Risk information
15. Accounting policies



NOTES

	30.06.23	30.06.22	30.06.21	30.06.20	30.06.19
1. Financial highlights 5-years overview					
Income statement [1.000 dkk]					
Net interest and fee income	3.041	2.928	1.755	617	73
Staff costs and administrative expenses	5.968	12.027	14.489	3.158	2.375
Net loss for the year	-3.028	-8.957	-12.726	-2.364	-2.314
Balance sheet [1.000 dkk]					
Shareholders' equity	38.214	44.733	55.945	13.422	6.878
Total assets	39.478	46.200	58.131	14.090	7.263
Ratios and key figures					
Own funds in relation to minimum capital requirements	58	75	100	24	13
Tier 1 capital ratio	914%	1.050%	2.608%	957%	657%
Capital ratio	914%	1.050%	2.608%	957%	657%
Return on equity before tax	-8%	-20%	-39%	-22%	-116%
Return on equity after tax	-8%	-19%	-39%	-22%	-116%
Income/cost ratio [dkk]	0,48	0,24	0,12	0,19	-0,03
Return on assets expressed as the ratio between net profit for the year and total assets	-8%	-19%	-22%	-17%	-32%

NOTES

	30.06.23 (IN DKK)	30.06.22 (IN DKK)
2. Interest income		
Interest income from credit institutions and central banks	340.364	0
	<u>340.364</u>	<u>0</u>
3. Interest expenses		
Negative interest from credit institutions and central banks	0	19.713
Other interest expense	0	46
	<u>0</u>	<u>19.759</u>
4. Fee income		
Recurring AUM based fees	2.474.208	2.572.946
Transactional passing order-based fees	226.202	375.159
	<u>2.700.410</u>	<u>2.948.105</u>
5. Staff costs and administrative expenses		
Staff costs	3.100.819	7.794.870
Administration expenses	2.867.425	4.231.764
	<u>5.968.244</u>	<u>12.026.634</u>

NOTES

	30.06.23 (IN DKK)	30.06.22 (IN DKK)
5. Staff costs and administrative expenses - continued		
Staff costs		
Wages and salaries including issued and vested warrants	2.655.394	7.226.040
Post-employment benefit expense	270.375	292.920
Social security contributions	36.851	41.513
Other staff costs	138.200	234.397
	3.100.819	7.794.870
Average number of employees	13	16
Directors		
As there is only one member of the executive board, the information regarding the remuneration for the director is not specified.		
Board of directors		
Board of directors, fixed remuneration	37.500	50.000
	37.500	50.000
Other material risk takers		
Material risk takers, fixed remuneration	920.685	0
Material risk takers, variable remuneration	5.000	0
	925.685	0
	963.185	50.000
Total remuneration for executive board and other material risk takers	963.185	50.000

NOTES

30.06.23
[IN DKK]

30.06.22
[IN DKK]

5. Staff costs and administrative expenses - continued

Information detailing the remuneration for the individual members of the board of directors and the executive director is freely available and can be obtained by presenting a request in person at the company's registered address currently Applebys Plads 7, DK-1411 Copenhagen.

Numbers of employees defined as material risktakers:

Directors	1	0
Executive board	3	0
Other employees defined as material risk takers	2	0
	<u>6</u>	<u>0</u>

Auditors appointed by the general meeting, fees

Other services	10.000	23.650
	<u>10.000</u>	<u>23.650</u>

6. Tax

Tax on loss for the year	218.141	300.091
	<u>218.141</u>	<u>300.091</u>
Total effective tax rate	<u>-6,72 %</u>	<u>-3,24 %</u>

NOTES

6. Tax - continued

The company has tax loss carry-forwards totalling DKK 38,6 million. The nominal value thereof is 22%, totalling DKK 8,5 million. Management has decided not to recognise a deferred tax asset, due to the uncertainty as to application hereof within the coming 3-5 years.

7. Earnings per share

The accounting principles regarding staff costs and administrative expenses are changed, please see the further description in note 15. Loss of the period and earnings per share as per 30.06.2022 is re-calculated to enable comparison of the earnings per share.

	30.06.23 (IN DKK)	31.12.22 (IN DKK)
8. Due from credit institutions and central banks		
Deposits with credit institution – due up to 3 months	10.000.000	0
Deposits with credit institution – due from 3 months up to 1 year	20.000.000	0
	30.000.000	0
9. Intangible assets		
Total cost at 1 January	4.382.381	1.396.186
Additions during the reporting period	2.036.699	2.986.195
Total cost at 30 June 2023	6.419.080	4.382.381
Depreciations at 1 January	-331.061	0
Depreciations during the reporting period	-302.567	-331.061
Depreciations at 30 June 2023	-633.628	-331.061
Carrying amount at 30 June 2023	5.785.451	4.051.320

NOTES

	30.06.23 (IN DKK)	31.12.22 (IN DKK)
10. Tangible assets		
Total cost at 1 January	188.993	188.993
Additions of the year	0	0
Total cost at 30 June	<u>188.993</u>	<u>188.993</u>
Depreciations at 1 January	-126.427	-89.832
Depreciations of the year	-15.821	-36.595
Depreciations at 30 June	<u>-142.248</u>	<u>-126.427</u>
Carrying amount at 30 June	<u>46.745</u>	<u>62.566</u>

11. Contingent assets

The company has tax loss carry-forwards totalling DKK 38,6 million. The nominal value thereof is 22%, totalling DKK 8,5 million. Management has decided not to recognise a deferred tax asset, due to the uncertainty as to application hereof within the coming 3-5 year.

12. Contingent liabilities

Other contingent liabilities include the company's rent obligation amounting to DKK 30 thousand and covering one month

NOTES

13. Related parties

In the financial year, the company has had transactions with the following related parties. All the transactions were on market terms.

- CEO, Anders Hartmann
- No Risc Media ApS, CVR-nr. 30361342 [100 pct. owned by Anders Hartmann]
- Chairman, Michael Albrechtslund
- Boardmember, Henrik Busch
- Elisabeth Hartmann, related party to CEO Anders Hartmann
- Jette Tarp Albrechtslund, related party to chairman Michael Albrechtslund
- Nichlas Albrechtslund, related party to chairman Michael Albrechtslund

NOTES

14. Risk information

The board continuously assesses whether NORD.investments is exposed to new or increased risks and sets the limits for what is considered an acceptable level of risk according to the business model. NORD.investments is to a greater or lesser extent exposed to the following types of risks:

Earnings and liquidity risks

NORD.investments has been running at a loss since its establishment. Deficits have been budgeted every year and made possible by the fact that NORD.investments has raised new capital from external investors on several occasions. NORD.investments expects to continue running at a loss in the coming years, and is therefore dependent on having a strong capital base that can absorb these. The size of the annual deficit is primarily controlled by NORD.investments' investment in growth, which mainly consists of marketing expenses, which NORD.investments has full control over and can adjust with very short notice. In addition, NORD.investments is dependent on the ongoing earnings from customers, which reduces the loss that must be absorbed by the capital base.

As a result of the existing capital base, NORD.investments is less sensitive in the short term to possible decreases in earnings from customers, and the capital base also helps to reduce the risk that NORD.investments cannot meet its financial obligations (such as salary, rent, IT) over time as they fall due.

IT risks

With a business model that is based on managing investments for customers and where onboarding and servicing takes place digitally, IT is a significant area of risk for NORD.investments. Within IT, NORD.investments is exposed to risks related to operational stability, maintenance, system integrity and security as well as development.

Operational risks

Operational risks are considered to be the risk of liable errors in NORD.investments' investment solution, the risk of errors in connection

with manual processes, employee fraud, errors resulting from a lack of employee resources and/or skills, as well as the risk of non-compliance with legislation or an inadequate governance structure.

Particularly in relation to the ambition to hold funds for customers, the occurrence of incidents covered by the operational risks can have major consequences for NORD.investments. NORD.investments therefore focuses on minimizing and handling operational risks, among other things in the form of recording incidents and ongoing control of all significant business activities.



NOTES

14. Risk information - continued

Credit risk

NORD.investments' own funds are not invested but are exclusively placed as deposits (either demand or agreement deposits) in a bank.

NORD.investments' primary credit risk is thus linked to the bank(s) with which NORD.investments' cash and cash equivalents are placed.

NORD.investments is only exposed to additional credit risks to a limited extent, as the business model does not include the possibility of offering loans or otherwise financing customers' investments. NORD.investments also does not earn commissions or receive other payments from business partners. NORD.investments' credit risk, apart from the risk linked to the placement of liquid funds, is therefore only linked to the individual customer and can at most amount to the fee owed by the customer to NORD.investments.

NORD.investments' large customer base of over 7,000 customers, monthly invoicing and automatic fee collection as well as the limited size of the average fee charged to customers contribute to NORD.investments' credit risk on customers being limited. In addition, NORD.investments - especially when NORD.investments holds funds for customers - has good opportunities to seek full compensation for fees owed in the customer's investments.

Market risk

As described above, NORD.investments' own funds are not invested, and NORD.investments is therefore not exposed to market risk in this regard.

In relation to the business area of investment management for customers, NORD.investments always conveys orders – both orders arising from portfolio management and orders received following

instructions from customers as part of investment advice – on to execution at a securities dealer without interposing itself as an intermediary. NORD.investments is thus only exposed to market risk to the extent that NORD.investments makes mistakes, and the customers affected by the mistake are entitled to compensation. Here, NORD.investments will be exposed to a market risk in relation to the compensation NORD.investments must pay, which will basically be linked to the price development of the ETFs included in NORD.investments' portfolio, all of which have a low volatility as a result of the ETFs are wide index funds denominated in EUR.

Reputational risk

Trust among customers is an important parameter within the business area in which NORD.investments operates. Reputational risk is therefore a significant risk that it is important that NORD.investments constantly manages.



NOTES

15. Accounting policies

REPORTING CLASS

The Interim Report of NORD.investments Fondsmæglerselskab A/S has been presented in accordance with the provisions of the Executive Order on Financial Reporting for Credit Institutions and Investment Companies etc. and additional requirements for companies listed on Nasdaq First North Growth Market.

CHANGES IN ACCOUNTING POLICIES

The accounting policies are unchanged compared to the Annual report 2022 which provides a detailed description of the company's accounting policies.

As a result of the company receiving license as an investment firm in August 2022 the comparative figures related to 2022 H1 have been adjusted to include a monetary effect on the income statement of the costs related to employee warrants vesting. The recognition of the employee warrants vesting as a cost has in accordance with the Executive Order on Financial Reports for Credit Institutions and Investment Companies, etc. entailed an adjustment to staff costs and administrative expenses for 2022 H1 totalling to DKK 4.437.465. This, however, has no effect on the equity amount as a reserve with the corresponding amount has been booked under shareholders' equity.

The interim Report has not been audited

REPORTING CURRENCY

The Interim Report is presented in Danish kroner unless otherwise stated.

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