



Íslandsbanki Factbook

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Contents

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

All investor material is available on [the Bank's Investor Relations website](#).

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

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

Key performance indicators - 5 years

	2024	2023	2022	2021	2020
Profitability					
Return on equity ¹	10.9%	11.3%	11.9%	12.3%	3.7%
Return on assets ¹	1.5%	1.5%	1.7%	1.7%	0.5%
Earnings per share	12.53	12.34	12.27	11.87	3.53
Core income / total operating income ²	95.9%	97.8%	99.9%	93.5%	101.7%
Net interest margin					
Net interest margin on total assets ¹	2.9%	3.1%	2.9%	2.4%	2.6%
Efficiency					
Cost-to-income ratio ^{3,4}	43.9%	40.6%	40.8%	46.2%	54.3%
Cost-to-total assets ratio ^{1,4}	1.72%	1.62%	1.54%	1.64%	1.77%
Cost of risk ^{1,5}	(0.05%)	0.08%	(0.14%)	(0.28%)	0.91%
Number of FTEs at period end - Consolidated	772	764	739	735	779
Number of FTEs at period end - Parent	733	725	700	702	745
Number of branches at period end	12	12	12	12	12
Assets					
Loans to customers (ISKm)	1,295,388	1,223,426	1,186,639	1,086,327	1,006,717
LTV on mortgages to individuals ⁶	54.0%	57.0%	60.0%	66.0%	64.0%
Risk exposure amount / total assets	64.7%	61.7%	63.8%	63.1%	69.4%
Non-performing loans (NPL) ratio ⁷	1.6%	1.8%	1.8%	2.0%	2.9%
Asset encumbrance ratio	19.0%	21.7%	26.5%	19.6%	18.7%
Financial strength					
Equity as % of total assets	14.1%	14.2%	14.0%	14.3%	13.9%
Liquidity					
Net stable funding ratio (NSFR) - All currencies	125%	124%	118%	122%	123%
Net stable funding ratio (NSFR) - Foreign currencies	-	-	198%	157%	179%
Liquidity coverage ratio (LCR) - All currencies	168%	195%	205%	156%	196%
Liquidity coverage ratio (LCR) - ISK	126%	115%	109%	141%	95%
Liquidity coverage ratio (LCR) - EUR	449%	663%	-	-	-
Liquidity coverage ratio (LCR) - Foreign currencies	-	-	492%	235%	463%
Term deposits % of total deposits	18.1%	18.8%	18.4%	18.3%	24.6%
Customer loans to customer deposits ratio	140%	144%	150%	146%	148%
Capital					
CET1 ratio	20.1%	21.4%	18.8%	21.3%	20.1%
Tier 1 ratio	21.0%	22.5%	19.8%	22.5%	20.1%
Total capital ratio	23.2%	25.3%	22.2%	25.3%	23.0%
Leverage ratio	13.2%	13.4%	12.1%	13.6%	13.6%
MREL ratio ⁸	33.4%	41.3%	34.5%	-	-
Risk exposure amount (ISKm)	1,040,972	977,032	999,491	901,646	933,521

1. Calculated on average balances.

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

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

4. Comparative figures have been changed. Expenses recognised in the line item "Other operating expenses" in the Consolidated Financial Statements were restated in the line item "Fee and commission expense". Ratios have been restated accordingly.

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

6. The average LTV can be calculated in many different ways and therefore the definition is important for comparison to other banks. The weight is Íslandsbanki's total amount outstanding on the property and the LTV used is the maximum LTV of all Íslandsbanki's loans of the property.

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

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

Income statement - 5 year summary

ISK million	2024	2023	2022	2021	2020
Interest income calculated using the effective interest rate method	135,278	126,095	87,671	56,220	53,378
Other interest income	6,064	11,047	6,342	2,405	2,317
Interest expense	(94,077)	(88,531)	(50,887)	(24,582)	(22,324)
Net interest income	47,265	48,611	43,126	34,043	33,371
Fee and commission income	18,944	18,591	17,630	15,167	12,651
Fee and commission expense ¹	(5,822)	(5,308)	(4,342)	(2,318)	(2,126)
Net fee and commission income	13,122	13,283	13,288	12,849	10,525
Net financial income (expense)	(338)	241	(1,257)	2,499	(1,391)
Net foreign exchange gain	607	581	881	479	451
Other operating income	2,282	570	433	302	197
Other net operating income	2,551	1,392	57	3,280	(743)
Total operating income	62,938	63,286	56,471	50,172	43,153
Salaries and related expenses	(16,329)	(15,003)	(13,452)	(13,397)	(12,917)
Other operating expenses ¹	(11,299)	(10,689)	(9,401)	(9,799)	(9,829)
Administrative fine	(470)	(960)	(300)	-	-
Contribution to the Depositors' and Investors' Guarantee Fund	-	-	(165)	(688)	(679)
Bank tax	(1,900)	(1,871)	(1,858)	(1,683)	(1,588)
Total operating expenses	(29,998)	(28,523)	(25,176)	(25,567)	(25,013)
Profit before net impairment on financial assets	32,940	34,763	31,295	24,605	18,140
Net impairment on financial assets	645	(1,015)	1,576	3,018	(8,816)
Profit before tax	33,585	33,748	32,871	27,623	9,324
Income tax expense	(9,426)	(9,198)	(8,485)	(5,119)	(2,472)
Profit for the year before profit from non-current assets	24,159	24,550	24,386	22,504	6,852
Profit from non-current assets held for sale, net of tax	87	35	149	1,221	(97)
Profit for the year	24,246	24,585	24,535	23,725	6,755
Basic earnings per share from profit for the period	12.53	12.34	12.27	11.87	3.53

1. Comparative figures have been changed. Expenses of ISK 951m in 2023 and ISK 765m in 2022 recognised in the line item "Other operating expenses" in the Consolidated Financial Statements were restated in the line item "Fee and commission expense".

Balance sheet - 5 year summary

ISK million	31.12.24	31.12.23	31.12.22	31.12.21	31.12.20
Cash and balances with Central Bank	65,716	87,504	94,424	113,667	78,948
Loans to credit institutions	50,486	73,475	110,364	43,988	89,920
Bonds and debt instruments	142,618	161,342	130,804	132,289	128,216
Derivatives	5,324	5,776	7,461	2,445	6,647
Loans to customers	1,295,388	1,223,426	1,186,639	1,086,327	1,006,717
Shares and equity instruments	24,330	13,241	15,868	31,677	14,851
Investments in associates	4,701	4,051	3,844	939	775
Investment property	2,600	-	-	-	-
Property and equipment	5,039	6,562	6,752	7,010	7,341
Intangible assets	2,684	2,930	3,279	3,351	3,478
Other assets	7,304	3,638	6,072	5,784	4,125
Non-current assets and disposal groups held for sale	1,617	749	728	1,344	3,173
Total Assets	1,607,807	1,582,694	1,566,235	1,428,821	1,344,191
Deposits from Central Bank and credit institutions	12,535	16,149	15,269	13,384	39,758
Deposits from customers	926,846	850,709	789,897	744,036	679,455
Derivative instruments and short positions	7,306	5,090	10,804	9,467	6,936
Debt issued and other borrowed funds	367,586	417,573	468,270	402,226	387,274
Subordinated loans	31,695	38,155	34,392	35,762	27,194
Tax liabilities	12,916	13,107	12,128	6,432	5,450
Other liabilities	21,568	17,218	16,601	12,848	11,893
Non-current liabilities and disposal groups held for sale	-	-	-	956	27
Total Liabilities	1,380,452	1,358,001	1,347,361	1,225,111	1,157,987
Share capital	9,473	9,898	10,000	10,000	10,000
Share premium	55,000	55,000	55,000	55,000	55,000
Reserves	7,102	5,083	9,158	6,086	6,181
Retained earnings	155,780	154,712	144,716	132,624	113,529
Total Shareholder's Equity	227,355	224,693	218,874	203,710	184,710
Non-controlling interests	-	-	-	-	1,494
Total Equity	227,355	224,693	218,874	203,710	186,204
Total Liabilities and Equity	1,607,807	1,582,694	1,566,235	1,428,821	1,344,191

Net interest income - 5 year summary

ISK million	2024	2023	2022	2021	2020
Cash and balances with Central Bank	4,888	5,389	2,791	948	1,750
Loans to credit institutions	3,042	3,236	757	128	215
Loans to customers	121,730	117,470	84,123	55,144	51,413
Financial assets mandatorily at fair value through other comprehensive income	5,618	-	-	-	-
Interest income calculated using the effective interest rate method	135,278	126,095	87,671	56,220	53,378
Financial assets mandatorily at fair value through profit or loss	6,020	11,035	6,335	2,388	2,314
Other assets	44	12	7	17	3
Other interest income	6,064	11,047	6,342	2,405	2,317
Deposits from Central Bank and credit institutions	(380)	(243)	(364)	(306)	(736)
Deposits from customers	(60,587)	(50,073)	(23,049)	(6,815)	(7,700)
Debt issued and other borrowed funds at fair value through profit and loss	(1,912)	(2,470)	(578)	(729)	(608)
Debt issued and other borrowed funds at amortised cost	(21,767)	(25,829)	(21,709)	(14,104)	(11,179)
Subordinated loans	(3,357)	(3,214)	(1,538)	(829)	(763)
Lease liabilities	(76)	(79)	(82)	(84)	(87)
Other liabilities	(5,998)	(6,623)	(3,567)	(1,715)	(1,251)
Total interest expense	(94,077)	(88,531)	(50,887)	(24,582)	(22,324)
Net interest income	47,265	48,611	43,126	34,043	33,371
Net interest income on loans					
Personal Banking	5,024	5,842	6,580	7,464	5,835
Business Banking	8,562	8,297	7,749	7,842	7,702
Corporate & Investment Banking	7,302	7,450	7,317	7,773	6,986
Total net interest income on loans	20,888	21,589	21,646	23,079	20,523
Net interest income on deposits					
Personal Banking	8,856	8,699	7,186	4,535	4,761
Business Banking	6,424	6,465	5,486	2,999	2,628
Corporate & Investment Banking	1,593	1,670	1,300	948	930
Total net interest income on deposits	16,873	16,834	13,972	8,482	8,319

Net fee & commission income - 5 year summary

ISK million	2024	2023	2022	2021	2020
Asset management	2,864	2,908	3,154	3,100	2,382
Investment banking and brokerage	3,337	3,340	3,627	3,544	2,805
Payment processing	8,390	8,072	6,774	4,979	4,378
Loans and guarantees	2,009	2,251	2,350	2,212	2,186
Other fee and commission income	2,344	2,020	1,725	1,332	900
Fee and commission income	18,944	18,591	17,630	15,167	12,651
Brokerage	(536)	(496)	(484)	(471)	(360)
Clearing and settlement ¹	(4,564)	(4,119)	(3,266)	(1,834)	(1,766)
Other fee and commission expense ¹	(722)	(693)	(592)	(13)	-
Fee and commission expense	(5,822)	(5,308)	(4,342)	(2,318)	(2,126)
Net fee and commission income	13,122	13,283	13,288	12,849	10,525

1. Comparative figures have been changed. Expenses of ISK 951m in 2023 and ISK 765m in 2022 recognised in the line item "Other operating expenses" in the Consolidated Financial Statements were restated in the line item "Fee and commission expense" (2023: ISK 272m as payment processing expenses and ISK 679m as other fee and commission expense. 2022: ISK 267m as payment processing expenses and ISK 498m as other fee and commission expense).

Loans to customers - 5 year summary

ISK million	31.12.24	31.12.23	31.12.22	31.12.21	31.12.20
Individuals	625,262	594,631	570,522	520,733	437,377
- thereof mortgages	563,753	530,676	507,969	457,800	377,155
Commerce and services	184,667	182,808	172,222	165,222	124,260
Construction	95,558	80,099	59,815	36,773	42,352
Energy	11,800	7,938	10,411	9,493	8,673
Financial services	715	214	2,622	1,978	1,539
Industrial and transportation	82,423	75,802	91,078	89,627	78,561
Investment companies	42,960	45,931	40,336	23,677	23,440
Public sector and non-profit organisations	20,448	18,476	11,046	9,987	10,911
Real estate	154,913	144,173	126,297	109,314	157,502
Seafood	76,642	73,354	102,290	119,523	122,102
Loans to customers	1,295,388	1,223,426	1,186,639	1,086,327	1,006,717

Capital and risk exposure amount - 5 year summary

ISK million	31.12.24	31.12.23	31.12.22	31.12.21	31.12.20
Ordinary share capital	9,473	9,898	10,000	10,000	10,000
Share premium	55,000	55,000	55,000	55,000	55,000
Reserves	7,102	5,083	9,158	6,086	6,181
Retained earnings	155,780	154,712	144,716	132,624	113,529
Non-controlling interests	-	-	-	-	1,494
IFRS 9 reversal due to transitional rules	-	-	1,301	2,768	5,164
Fair value changes due to own credit standing	135	1,827	(1,786)	1,054	238
Forseeable dividend payment and approved buyback	(15,760)	(14,990)	(27,267)	(11,863)	-
Tax assets	(164)	(122)	(116)	(94)	(259)
Intangible assets	(2,070)	(1,922)	(3,279)	(3,351)	(3,478)
Insufficient coverage for non-performing exposure	(17)	(3)	-	-	-
Total CET1 capital	209,479	209,483	187,727	192,224	187,869
Additional Tier 1 capital	9,371	10,019	10,062	10,626	-
Tier 1 capital	218,850	219,502	197,789	202,850	187,869
Tier 2 capital	22,324	28,135	24,330	25,136	27,194
Total capital base	241,174	247,637	222,119	227,986	215,063
Risk exposure amount					
- due to credit risk	922,533	865,758	893,110	802,147	830,141
- due to market risk:	10,606	10,360	15,417	17,100	16,626
- due to credit valuation adjustment	714	677	2,756	1,829	1,728
- due to operational risk	107,119	100,237	88,208	80,570	85,026
Total risk exposure amount	1,040,972	977,032	999,491	901,646	933,521
Capital ratios					
CET1 ratio	20.1%	21.4%	18.8%	21.3%	20.1%
Tier 1 ratio	21.0%	22.5%	19.8%	22.5%	20.1%
Total capital ratio	23.2%	25.3%	22.2%	25.3%	23.0%
Leverage ratio	13.2%	13.4%	12.1%	13.6%	13.6%
MREL ratio ¹	33.4%	41.3%	34.5%	-	-

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

Operating segments - Personal Banking

ISK million	2024	2023	2022	2021	2020
Net interest income	15,849	17,410	15,065	12,027	10,749
Net fee and commission income ¹	3,983	4,206	4,198	3,850	3,049
Other net operating income	(19)	70	342	189	305
Total operating income	19,813	21,686	19,605	16,066	14,103
Salaries and related expenses	(2,763)	(2,473)	(2,355)	(2,388)	(2,416)
Other operating expenses ¹	(2,716)	(2,462)	(2,310)	(2,354)	(2,584)
Contribution to the Depositors' and Investors' Guarantee Fund	-	-	(129)	(538)	(482)
Bank tax	(889)	(839)	(801)	(723)	(613)
Net impairment on financial assets	660	(1,589)	(300)	318	(517)
Cost allocation	(5,450)	(5,225)	(4,792)	(4,539)	(4,690)
Profit before tax	8,655	9,098	8,918	5,842	2,801
Income tax	(2,576)	(2,584)	(2,528)	(1,707)	(887)
Profit for the year before profit from non-current assets	6,079	6,514	6,390	4,135	1,914
Net segment revenue from external customers	20,450	29,266	33,261	26,175	20,911
Net segment revenue from other segments	(637)	(7,450)	(13,520)	(10,109)	(6,808)
Fee and commission income	8,307	8,116	7,282	5,669	4,797
Depreciation, amortisation, and write-offs	(183)	(179)	(172)	(166)	(300)
At 31 December 2024					
Loans to customers	608,766	574,653	552,181	502,354	419,882
Other assets	3,654	3,176	3,158	3,609	3,212
Total segment assets	612,420	577,829	555,339	505,963	423,094
Deposits from customers	486,235	406,821	361,994	344,776	324,815
Other liabilities	3,404	3,720	2,597	1,603	1,327
Total segment liabilities	489,639	410,541	364,591	346,379	326,142
Allocated equity	44,719	41,160	39,228	37,549	34,850
Risk exposure amount	275,836	260,760	255,938	247,970	229,610

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

1. Comparative figures have been changed. Expenses of ISK 130m in 2023 and ISK 136m in 2022 recognised in the line item "Other operating expenses" in the Consolidated Financial Statements were restated in the line item "Fee and commission expense"

Operating segments - Business Banking

ISK million	2024	2023	2022	2021	2020
Net interest income	18,736	17,980	14,493	10,867	10,536
Net fee and commission income ¹	2,020	2,075	2,051	2,111	1,917
Other net operating income	78	90	90	61	50
Total operating income	20,834	20,145	16,634	13,039	12,503
Salaries and related expenses	(2,349)	(2,161)	(1,900)	(1,815)	(1,940)
Other operating expenses ¹	(1,304)	(1,063)	(949)	(1,037)	(1,164)
Contribution to the Depositors' and Investors' Guarantee Fund	-	-	(33)	(135)	(161)
Bank tax	(471)	(454)	(407)	(344)	(340)
Net impairment on financial assets	(984)	(669)	796	2,401	(5,485)
Cost allocation	(4,364)	(4,058)	(3,431)	(3,113)	(2,967)
Profit before tax	11,362	11,740	10,710	8,996	446
Income tax	(3,195)	(3,170)	(2,891)	(2,428)	(204)
Profit for the year before profit from non-current assets	8,167	8,570	7,819	6,568	242
Net segment revenue from external customers	23,874	22,829	18,158	14,806	14,750
Net segment revenue from other segments	(3,040)	(2,551)	(1,401)	(1,767)	(2,247)
Fee and commission income	2,244	2,262	2,223	2,136	1,948
Depreciation, amortisation, and write-offs	(59)	(57)	(57)	(58)	(163)
At 31 December 2024					
Loans to customers	323,824	311,689	278,823	237,388	232,580
Other assets	1,618	2,210	2,100	2,004	2,199
Total segment assets	325,442	313,899	280,923	239,392	234,779
Deposits from customers	277,186	251,238	244,645	239,871	189,847
Other liabilities	3,997	3,828	2,054	1,630	1,481
Total segment liabilities	281,183	255,066	246,699	241,501	191,328
Allocated equity	51,133	47,210	40,433	33,738	37,804
Risk exposure amount	308,573	291,509	263,011	211,814	235,371

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

1. Comparative figures have been changed. Expenses of ISK 133m in 2023 and ISK 123m in 2022 recognised in the line item "Other operating expenses" in the Consolidated Financial Statements were restated in the line item "Fee and commission expense"

Operating segments - Corporate & Investment Banking

ISK million	2024	2023	2022	2021	2020
Net interest income	13,661	13,854	11,108	9,282	8,530
Net fee and commission income ¹	4,497	4,492	4,480	4,384	4,075
Other net operating income	1,302	1,284	1,301	759	922
Total operating income	19,460	19,630	16,889	14,425	13,527
Salaries and related expenses	(2,273)	(2,132)	(1,819)	(1,689)	(1,583)
Other operating expenses ¹	(1,204)	(978)	(894)	(797)	(870)
Contribution to the Depositors' and Investors' Guarantee Fund	-	-	(3)	(15)	(35)
Bank tax	(533)	(489)	(520)	(516)	(514)
Net impairment on financial assets	944	1,163	395	121	(2,805)
Cost allocation	(3,840)	(3,569)	(3,237)	(3,170)	(3,020)
Profit before tax	12,554	13,625	10,811	8,359	4,700
Income tax	(3,521)	(3,660)	(2,946)	(2,308)	(1,356)
Profit for the year before profit from non-current assets	9,033	9,965	7,865	6,051	3,344
Net segment revenue from external customers	30,022	29,448	23,790	19,843	19,922
Net segment revenue from other segments	(10,562)	(9,735)	(6,824)	(5,418)	(6,395)
Fee and commission income	4,741	4,648	4,709	4,486	4,152
Depreciation, amortisation, and write-offs	(6)	(2)	(1)	(15)	(18)
At 31 December 2024					
Loans to customers	362,692	336,161	354,787	346,835	353,953
Other assets	4,784	889	3,859	1,335	795
Total segment assets	367,476	337,050	358,646	348,170	354,748
Deposits from customers	147,394	172,658	164,390	141,204	137,791
Other liabilities	10,536	5,370	5,565	4,728	4,908
Total segment liabilities	157,930	178,028	169,955	145,932	142,699
Allocated equity	65,596	63,033	62,400	59,055	63,432
Risk exposure amount	394,601	366,761	404,917	376,896	392,804

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

1. Comparative figures have been changed. Expenses of ISK 83m in 2023 and ISK 77m in 2022 recognised in the line item "Other operating expenses" in the Consolidated Financial Statements were restated in the line item "Fee and commission expense"

Operating segments - Treasury & Proprietary Trading

ISK million	2024	2023	2022	2021	2020
Net interest income (expense)	(842)	(475)	2,673	2,034	3,734
Net fee and commission income (expense)	(21)	(8)	(55)	(72)	(317)
Other net operating income	1,539	565	398	2,694	(1,420)
Total operating income	676	82	3,016	4,656	1,997
Salaries and related expenses	(324)	(272)	(289)	(256)	(280)
Other operating expenses	(454)	(505)	(467)	(235)	(263)
Contribution to the Depositors' and Investors' Guarantee Fund	-	-	-	-	(1)
Bank tax	6	(77)	(116)	(86)	(105)
Net impairment on financial assets	25	80	683	94	(8)
Cost allocation	536	581	551	320	323
Profit (loss) before tax	465	(111)	3,378	4,493	1,663
Income tax	61	203	108	1,421	112
Profit for the year before profit from non-current assets	526	92	3,486	5,914	1,775
Net segment revenue from external customers	(13,899)	(19,989)	(18,922)	(12,748)	(13,597)
Net segment revenue from other segments	14,575	20,071	21,938	17,404	15,594
Fee and commission income	281	401	367	231	(9)
Depreciation, amortisation, and write-offs	-	-	-	-	-
At 31 December 2024					
Loans to customers	106	923	848	59	302
Other assets	291,344	343,823	360,594	325,158	320,578
Total segment assets	291,450	344,746	361,442	325,217	320,880
Deposits from customers	18,820	22,957	21,529	21,477	31,674
Other liabilities	428,420	487,357	540,189	465,397	463,943
Total segment liabilities	447,240	510,314	561,718	486,874	495,617
Allocated equity	61,675	69,975	73,966	70,217	45,708
Risk exposure amount	50,434	48,148	67,970	56,983	60,037

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

Operating segments - Cost centers

ISK million	2024	2023	2022	2021	2020
Net interest income (expense)	(413)	(365)	(260)	(178)	(215)
Net fee and commission income (expense)	(98)	(36)	(1)	(62)	7
Other net operating income	232	374	149	203	287
Total operating income	(279)	(27)	(112)	(37)	79
Salaries and related expenses	(7,556)	(6,959)	(6,253)	(6,465)	(5,926)
Other operating expenses	(5,452)	(5,579)	(4,598)	(4,854)	(4,488)
Administrative fine	(470)	(860)	(300)	-	-
Bank tax	(13)	(13)	(14)	(14)	(16)
Net impairment on financial assets	-	-	-	4	-
Cost allocation	13,118	12,271	10,909	10,502	10,354
Profit (loss) before tax	(652)	(1,167)	(368)	(864)	3
Income tax	160	291	92	221	(5)
Profit (loss) for the year before profit from non-current assets	(492)	(876)	(276)	(643)	(2)
Net segment revenue from external customers	57	308	81	73	223
Net segment revenue from other segments	(336)	(335)	(193)	(110)	(144)
Fee and commission income	(2)	-	-	2	7
Depreciation, amortisation, and write-offs	(1,397)	(1,368)	(1,155)	(1,145)	(1,178)
At 31 December 2024					
Loans to customers	-	-	-	-	-
Other assets	9,180	8,716	9,387	9,108	10,893
Total segment assets	9,180	8,716	9,387	9,108	10,893
Deposits from customers	-	-	-	-	-
Other liabilities	5,635	5,768	5,785	5,711	5,915
Total segment liabilities	5,635	5,768	5,785	5,711	5,915
Allocated equity	1,218	1,145	962	894	899
Risk exposure amount	7,108	6,930	6,107	5,903	5,960

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

Operating segments - Subsidiaries, eliminations & adjustments

ISK million	2024	2023	2022	2021	2020
Net interest income	274	207	47	11	37
Net fee and commission income ¹	2,741	2,554	2,615	2,638	1,794
Other net operating income	(581)	(991)	(2,223)	(626)	(887)
Total operating income	2,434	1,770	439	2,023	944
Salaries and related expenses	(1,064)	(1,006)	(836)	(784)	(772)
Other operating expenses ¹	(169)	(202)	(183)	(522)	(460)
Contribution to the Depositors' and Investors' Guarantee Fund	-	-	-	-	-
Bank tax	-	-	-	-	-
Net impairment on financial assets	-	-	2	80	(1)
Cost allocation	-	-	-	-	-
Profit (loss) before tax	1,201	562	(578)	797	(289)
Income tax	(355)	(278)	(320)	(318)	(132)
Profit (loss) for the year before profit from non-current assets	846	284	(898)	479	(421)
Net segment revenue from external customers	2,434	2,375	868	2,023	944
Net segment revenue from other segments	-	-	-	-	-
Fee and commission income	3,373	3,164	3,049	2,643	1,756
Depreciation, amortisation, and write-offs	(17)	(14)	(15)	(11)	(7)
At 31 December 2024					
Loans to customers	-	-	-	(309)	-
Other assets	1,839	454	498	1,280	(203)
Total segment assets	1,839	454	498	971	(203)
Deposits from customers	(2,789)	(2,965)	(2,661)	(3,292)	(4,672)
Other liabilities	1,614	1,249	1,274	2,006	958
Total segment liabilities	(1,175)	(1,716)	(1,387)	(1,286)	(3,714)
Allocated equity	3,014	2,170	1,885	2,257	3,511
Risk exposure amount	4,420	2,924	1,548	2,080	9,739

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

1. Comparative figures have been changed. Expenses of ISK 605m in 2023 and ISK 429m in 2022 recognised in the line item "Other operating expenses" in the Consolidated Financial Statements were restated in the line item "Fee and commission expense"

Key performance indicators - 9 quarters

	4Q24	3Q24	2Q24	1Q24	4Q23	3Q23	2Q23	1Q23	4Q22
Profitability									
Return on equity ¹	11.2%	13.2%	9.7%	9.8%	11.2%	11.0%	11.5%	11.6%	11.1%
Return on assets ¹	1.6%	1.8%	1.3%	1.3%	1.5%	1.5%	1.6%	1.6%	1.5%
Earnings per share	3.29	3.79	2.70	2.75	3.13	3.02	3.08	3.11	2.99
Core income / total operating income ^{2,4}	93.2%	95.5%	101.8%	93.5%	94.9%	98.5%	103.2%	95.0%	102.1%
Net interest margin									
Net interest margin on total assets ¹	2.7%	2.9%	3.1%	3.0%	2.9%	2.9%	3.2%	3.2%	3.2%
Efficiency									
Cost-to-income ratio ^{3,4}	45.7%	40.4%	45.7%	43.9%	41.1%	38.2%	41.9%	41.2%	39.5%
Cost-to-total assets ratio ^{1,4}	1.76%	1.58%	1.74%	1.76%	1.63%	1.44%	1.66%	1.74%	1.60%
Cost of risk ^{1,5}	(0.11%)	(0.27%)	(0.04%)	0.23%	0.33%	0.19%	(0.40%)	0.22%	0.22%
Number of FTEs at period end - Consolidated ⁶	772	783	766	775	764	756	732	740	739
Number of FTEs at period end - Parent ⁶	733	744	726	735	725	716	691	701	700
Asset quality									
Loans to customers (ISKm)	1,295,388	1,274,094	1,276,608	1,248,295	1,223,426	1,210,499	1,237,758	1,218,999	1,186,639
LTV on mortgages to individuals ⁷	54.0%	57.0%	58.0%	57.0%	57.0%	58.0%	58.0%	61.0%	60.0%
Risk exposure amount / total assets	64.7%	62.9%	63.9%	61.8%	61.7%	60.0%	63.7%	64.8%	63.8%
Non-performing loans (NPL) ratio ⁸	1.6%	1.6%	1.8%	1.9%	1.8%	1.8%	1.7%	1.7%	1.8%
Asset encumbrance ratio	19.0%	18.4%	18.4%	19.8%	21.7%	23.5%	25.3%	25.1%	26.5%
Financial strength									
Equity as % of total assets	14.1%	13.8%	13.6%	13.1%	14.0%	13.4%	13.5%	13.6%	14.0%
Liquidity									
Net stable funding ratio (NSFR) - All currencies	125%	126%	123%	127%	124%	120%	119%	115%	118%
Net stable funding ratio (NSFR) - Foreign currencies	-	-	-	-	-	290%	248%	219%	198%
Liquidity coverage ratio (LCR) - All currencies	168%	223%	190%	190%	195%	247%	259%	171%	205%
Liquidity coverage ratio (LCR) - ISK	126%	154%	129%	101%	115%	122%	145%	121%	109%
Liquidity coverage ratio (LCR) - EUR	449%	621%	575%	404%	663%	777%	333%	-	-
Liquidity coverage ratio (LCR) - Foreign currencies	-	-	-	-	-	-	-	289%	492%
Term deposits % of total deposits	18.1%	18.9%	19.2%	20.3%	18.8%	21.2%	21.2%	19.9%	18.4%
Customer loans to customer deposits ratio	140%	137%	139%	142%	144%	140%	152%	152%	150%
Capital									
CET1 ratio ⁹	20.1%	20.2%	19.9%	19.9%	21.4%	20.9%	20.0%	19.9%	18.8%
Tier 1 ratio ⁹	21.0%	21.2%	20.9%	20.9%	22.5%	21.9%	20.9%	20.8%	19.8%
Total capital ratio ⁹	23.2%	23.4%	23.1%	23.6%	25.3%	24.6%	23.2%	23.2%	22.2%
Leverage ratio ⁹	13.2%	13.0%	13.0%	12.6%	13.4%	12.7%	12.8%	12.9%	12.1%
MREL ratio ¹⁰	33.4%	35.6%	35.6%	39.1%	41.3%	39.2%	38.4%	33.2%	35%
Risk exposure amount (ISKm)	1,040,972	1,021,243	1,019,494	1,015,161	977,032	986,355	1,015,197	1,004,978	999,491

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

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

3. Calculated as (Administrative expenses – One-off items) / (Total operating income – One-off items).

4. Comparative figures have been changed. Expenses recognised in the line item "Other operating expenses" in the Consolidated Financial Statements were restated in the line item "Fee and commission expense". Ratios have been restated accordingly.

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

6. Numbers exclude seasonal employees.

7. The average LTV can be calculated in many different ways and therefore the definition is important for comparison to other banks. The weight is Íslandsbanki's total amount outstanding on the property and the LTV used is the maximum LTV of all Íslandsbanki's loans of the property.

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

9. Including first quarter profit for 1Q24 and 1Q23 and third quarter profit for 3Q23 and 3Q22.

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

Income statement - 9 quarter summary

ISK million	4Q24	3Q24	2Q24	1Q24	4Q23	3Q23	2Q23	1Q23	4Q22
Interest income calculated using the effective interest rate method	29,404	34,093	37,619	34,162	32,274	31,290	32,461	30,070	22,922
Other interest income	1,099	1,113	1,391	2,461	3,446	3,006	2,502	2,093	2,019
Interest expense	(19,628)	(23,429)	(26,519)	(24,501)	(23,990)	(22,450)	(22,351)	(19,740)	(12,593)
Net interest income	10,875	11,777	12,491	12,122	11,730	11,846	12,612	12,423	12,348
Fee and commission income	5,162	4,649	4,664	4,469	5,134	4,388	4,676	4,393	5,206
Fee and commission expense ¹	(1,555)	(1,353)	(1,455)	(1,459)	(1,640)	(1,205)	(1,266)	(1,197)	(1,452)
Net fee and commission income	3,607	3,296	3,209	3,010	3,494	3,183	3,410	3,196	3,754
Net financial income (expense)	169	228	(499)	(236)	455	(193)	(559)	538	(899)
Net foreign exchange gain	113	124	174	196	113	176	48	244	576
Other operating income	782	357	45	1,098	258	248	21	43	(2)
Other net operating income	1,064	709	(280)	1,058	826	231	(490)	825	(325)
Total operating income	15,546	15,782	15,420	16,190	16,050	15,260	15,532	16,444	15,777
Salaries and related expenses	(4,244)	(3,787)	(4,130)	(4,168)	(3,861)	(3,353)	(3,829)	(3,960)	(3,718)
Other operating expenses ¹	(2,856)	(2,585)	(2,916)	(2,942)	(2,730)	(2,470)	(2,680)	(2,809)	(2,516)
Administrative fine	-	-	(470)	-	(100)	-	(860)	-	(300)
Bank tax	(454)	(494)	(459)	(493)	(402)	(522)	(485)	(462)	(481)
Total operating expenses	(7,554)	(6,866)	(7,975)	(7,603)	(7,093)	(6,345)	(7,854)	(7,231)	(7,015)
Profit before net impairment on financial assets	7,992	8,916	7,445	8,587	8,957	8,915	7,678	9,213	8,762
Net impairment on financial assets	352	860	137	(704)	(1,002)	(583)	1,245	(675)	(647)
Profit before tax	8,344	9,776	7,582	7,883	7,955	8,332	8,923	8,538	8,115
Income tax expense	(2,058)	(2,497)	(2,403)	(2,468)	(1,737)	(2,334)	(2,792)	(2,335)	(2,166)
Profit for the period before profit from non-current assets	6,286	7,279	5,179	5,415	6,218	5,998	6,131	6,203	5,949
Profit (loss) from non-current assets held for sale, net of tax	(3)	1	87	2	10	9	8	8	33
Profit for the period	6,283	7,280	5,266	5,417	6,228	6,007	6,139	6,211	5,982

1. Comparative figures have been changed. Expenses recognised in the line item "Other operating expenses" in the Consolidated Financial Statements were restated in the line item "Fee and commission expense".

As payment processing expenses: 3Q24: ISK 74m, 2Q24: ISK 72m, 1Q24: ISK 85m, 4Q23: ISK 66m, 3Q23: ISK 76m, 2Q23: ISK 67m, 1Q23: ISK 63m, and 4Q22: ISK 65m.

As other fee and commission expense: 3Q24: ISK 195m, 2Q24: ISK 138m, 1Q24: ISK 201m, 4Q23: ISK 213m, 3Q23: ISK 141m, 2Q23: ISK 115m, 1Q23: ISK 210m, and 4Q22: ISK 219m.

Balance sheet - 9 quarter summary

ISK million	31.12.24	30.9.24	30.6.24	31.3.24	31.12.23	30.9.23	30.6.23	31.3.23	31.12.22
Cash and balances with Central Bank	65,716	104,777	84,981	68,746	87,504	84,332	78,275	67,764	94,424
Loans to credit institutions	50,486	58,177	46,599	114,430	73,475	117,699	97,749	81,331	110,364
Bonds and debt instruments	142,618	126,396	128,410	156,091	161,342	178,830	131,471	127,254	130,804
Derivatives	5,324	6,014	4,178	5,138	5,776	5,581	5,374	5,605	7,461
Loans to customers	1,295,388	1,274,094	1,276,608	1,248,295	1,223,426	1,210,499	1,237,758	1,218,999	1,186,639
Shares and equity instruments	24,330	18,242	19,496	20,281	13,241	13,270	12,120	13,839	15,868
Investments in associates	4,701	4,489	4,122	4,079	4,051	3,841	3,828	3,853	3,844
Investment property	2,600	2,100	2,100	2,100	-	-	-	-	-
Property and equipment	5,039	5,067	5,135	5,240	6,562	6,528	6,748	6,734	6,752
Intangible assets	2,684	2,686	2,715	2,862	2,930	3,120	3,241	3,252	3,279
Other assets	7,304	18,807	21,482	15,719	3,638	19,156	15,945	22,191	6,072
Non-current assets and disposal groups held for sale	1,617	1,609	70	726	749	744	730	708	728
Total Assets	1,607,807	1,622,458	1,595,896	1,643,707	1,582,694	1,643,600	1,593,239	1,551,530	1,566,235
Deposits from Central Bank and credit institutions	12,535	11,525	10,466	14,103	16,149	15,159	14,306	13,694	15,269
Deposits from customers	926,846	927,011	916,127	879,554	850,709	864,189	816,641	800,071	789,897
Derivative instruments and short positions	7,306	4,764	4,647	4,936	5,090	10,797	12,064	12,745	10,804
Debt issued and other borrowed funds	367,586	380,814	384,747	440,960	417,573	451,701	460,913	438,605	468,270
Subordinated loans	31,695	32,084	32,133	37,946	38,155	36,517	33,104	33,839	34,392
Tax liabilities	12,916	15,637	14,060	13,695	13,107	16,323	14,832	13,206	12,128
Other liabilities	21,568	27,235	17,215	36,795	17,218	29,220	25,855	28,985	16,601
Total Liabilities	1,380,452	1,399,070	1,379,395	1,427,989	1,358,001	1,423,906	1,377,715	1,341,145	1,347,361
Share capital	9,473	9,564	9,604	9,825	9,898	9,963	9,963	9,963	10,000
Share premium	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000
Reserves	7,102	7,211	6,263	4,831	5,083	4,598	6,642	7,676	9,158
Retained earnings	155,780	151,613	145,634	146,062	154,712	150,133	143,919	137,746	144,716
Total Equity	227,355	223,388	216,501	215,718	224,693	219,694	215,524	210,385	218,874
Total Liabilities and Equity	1,607,807	1,622,458	1,595,896	1,643,707	1,582,694	1,643,600	1,593,239	1,551,530	1,566,235

Net interest income - 9 quarter summary

ISK million	4Q24	3Q24	2Q24	1Q24	4Q23	3Q23	2Q23	1Q23	4Q22
Cash and balances with Central Bank	1,318	1,504	961	1,105	1,349	1,438	1,376	1,226	1,081
Loans to credit institutions	577	583	991	891	988	1,051	693	504	536
Loans to customers	25,732	30,351	34,137	31,510	29,937	28,801	30,392	28,340	21,305
Financial assets mandatorily at fair value through other comprehensive income	1,777	1,655	1,530	656	-	-	-	-	-
Interest income calculated using the effective interest rate method	29,404	34,093	37,619	34,162	32,274	31,290	32,461	30,070	22,922
Financial assets mandatorily at fair value through profit or loss	1,060	1,110	1,391	2,459	3,438	3,004	2,501	2,092	2,016
Other assets	39	3	-	2	8	2	1	1	3
Other interest income	1,099	1,113	1,391	2,461	3,446	3,006	2,502	2,093	2,019
Deposits from Central Bank and credit institutions	(100)	(84)	(107)	(89)	(87)	(52)	(71)	(33)	(136)
Deposits from customers	(13,627)	(15,537)	(16,217)	(15,206)	(14,494)	(13,180)	(12,197)	(10,202)	(7,079)
Debt issued and other borrowed funds at fair value through profit and loss	(53)	(96)	(866)	(897)	(923)	(892)	(515)	(140)	(140)
Debt issued and other borrowed funds at amortised cost	(4,040)	(5,454)	(6,570)	(5,703)	(5,829)	(5,662)	(7,080)	(7,258)	(3,539)
Subordinated loans	(528)	(748)	(1,124)	(957)	(906)	(723)	(786)	(799)	(624)
Lease liabilities	(18)	(19)	(19)	(20)	(20)	(19)	(20)	(20)	(20)
Other liabilities	(1,262)	(1,491)	(1,616)	(1,629)	(1,731)	(1,922)	(1,682)	(1,288)	(1,055)
Total interest expense	(19,628)	(23,429)	(26,519)	(24,501)	(23,990)	(22,450)	(22,351)	(19,740)	(12,593)
Net interest income	10,875	11,777	12,491	12,122	11,730	11,846	12,612	12,423	12,348
Net interest income on loans									
Personal Banking	1,147	1,251	1,291	1,336	1,393	1,440	1,444	1,565	1,566
Business Banking	2,105	2,138	2,185	2,134	2,100	2,160	2,011	2,026	2,002
Corporate & Investment Banking	1,855	1,863	1,832	1,752	1,896	1,813	1,983	1,758	1,745
Total net interest income on loans	5,107	5,252	5,308	5,222	5,389	5,413	5,438	5,349	5,313
Net interest income on deposits									
Personal Banking	2,412	2,272	2,104	2,068	2,058	2,122	2,376	2,143	2,099
Business Banking	1,762	1,683	1,489	1,491	1,598	1,686	1,611	1,570	1,582
Corporate & Investment Banking	423	385	422	362	359	405	462	444	398
Total net interest income on deposits	4,597	4,340	4,015	3,921	4,015	4,213	4,449	4,157	4,079

Net fee and commission income - 9 quarter summary

ISK million	4Q24	3Q24	2Q24	1Q24	4Q23	3Q23	2Q23	1Q23	4Q22
Asset management	836	657	664	707	766	691	712	739	895
Investment banking and brokerage	883	787	874	793	916	760	838	826	773
Payment processing	2,278	2,128	2,118	1,866	2,254	2,007	2,062	1,749	2,268
Loans and guarantees	458	503	529	519	566	554	577	554	584
Other fee and commission income	707	574	479	584	632	376	487	525	686
Fee and commission income	5,162	4,649	4,664	4,469	5,134	4,388	4,676	4,393	5,206
Brokerage	(165)	(106)	(157)	(108)	(147)	(91)	(151)	(107)	(127)
Clearing and settlement	(1,211)	(1,049)	(1,157)	(1,147)	(1,275)	(971)	(995)	(878)	(1,104)
Other fee and commission expense	(179)	(198)	(141)	(204)	(218)	(143)	(120)	(212)	(221)
Fee and commission expense	(1,555)	(1,353)	(1,455)	(1,459)	(1,640)	(1,205)	(1,266)	(1,197)	(1,452)
Net fee and commission income	3,607	3,296	3,209	3,010	3,494	3,183	3,410	3,196	3,754

1. Comparative figures have been changed. Expenses recognised in the line item "Other operating expenses" in the Consolidated Financial Statements were restated in the line item "Fee and commission expense".

As payment processing expenses: 3Q24: ISK 74m, 2Q24: ISK 72m, 1Q24: ISK 85m, 4Q23: ISK 66m, 3Q23: ISK 76m, 2Q23: ISK 67m, 1Q23: ISK 63m, and 4Q22: ISK 65m.

As other fee and commission expense: 3Q24: ISK 195m, 2Q24: ISK 138m, 1Q24: ISK 201m, 4Q23: ISK 213m, 3Q23: ISK 141m, 2Q23: ISK 115m, 1Q23: ISK 210m, and 4Q22: ISK 219m.

Loans to customers - 9 quarter summary

ISK million	31.12.24	30.9.24	30.6.24	31.3.24	31.12.23	30.9.23	30.6.23	31.3.23	31.12.22
Individuals	625,262	618,904	611,620	603,207	594,631	590,988	585,662	579,157	570,522
- thereof mortgages	563,753	556,207	548,995	540,341	530,676	527,055	522,544	517,625	507,969
Commerce and services	184,667	185,519	190,997	185,495	182,808	181,096	189,240	180,482	172,222
Construction	95,558	91,478	91,345	90,074	80,099	78,407	73,945	68,101	59,815
Energy	11,800	7,822	8,032	7,981	7,938	8,554	10,451	10,403	10,411
Financial services	715	124	1,121	1,086	214	626	1,909	2,093	2,622
Industrial and transportation	82,423	79,011	80,119	75,682	75,802	77,645	93,122	91,687	91,078
Investment companies	42,960	40,558	40,401	42,034	45,931	45,275	45,669	41,548	40,336
Public sector and non-profit organisations	20,448	20,125	20,242	20,895	18,476	17,482	15,759	13,707	11,046
Real estate	154,913	158,072	158,939	151,656	144,173	135,360	134,132	130,622	126,297
Seafood	76,642	72,481	73,792	70,185	73,354	75,066	87,869	101,199	102,290
Loans to customers	1,295,388	1,274,094	1,276,608	1,248,295	1,223,426	1,210,499	1,237,758	1,218,999	1,186,639

Capital and risk exposure amount - 9 quarter summary

ISK million	31.12.24	30.9.24	30.6.24	31.3.24	31.12.23	30.9.23	30.6.23	31.3.23	31.12.22
Ordinary share capital	9,473	9,564	9,604	9,825	9,898	9,963	9,963	9,963	10,000
Share premium	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000
Reserves	7,102	7,211	6,263	4,831	5,083	4,598	6,642	7,676	9,158
Retained earnings	155,780	151,613	145,634	146,062	154,712	150,133	143,919	137,747	144,716
Unaudited interim net earnings	-	-	-	(5,417)	-	(6,007)	-	(6,211)	-
IFRS 9 reversal due to transitional rules	-	-	-	-	-	-	-	-	1,301
Fair value changes due to own credit standing	135	242	491	2,172	1,827	2,135	300	(273)	(1,786)
Forseeable dividend payment and approved buyback	(15,760)	(14,882)	(12,058)	(11,032)	(14,990)	(10,242)	(10,242)	(4,067)	(27,267)
Tax assets	(164)	(184)	(122)	(128)	(122)	(114)	(114)	(120)	(116)
Intangible assets	(2,070)	(1,847)	(1,821)	(1,948)	(1,922)	(2,020)	(2,751)	(3,252)	(3,279)
Insufficient coverage for non-performing exposure	(17)	(25)	(12)	(2)	(3)	(1)	(1)	(19)	-
Total CET1 capital	209,479	206,692	202,979	199,363	209,483	203,445	202,716	196,444	187,727
Additional Tier 1 capital	9,371	9,934	9,762	9,624	10,019	9,279	9,302	9,711	10,062
Tier 1 capital	218,850	216,626	212,741	208,987	219,502	212,724	212,018	206,155	197,789
Tier 2 capital	22,324	22,150	22,371	28,322	28,135	27,238	23,802	24,128	24,330
Total capital base	241,174	238,776	235,112	237,309	247,637	239,962	235,820	230,283	222,119
Risk exposure amount									
- due to credit risk	922,533	911,826	909,132	904,616	865,758	879,889	911,210	900,897	893,110
- due to market risk:	10,606	8,466	9,411	9,615	10,360	15,776	12,553	12,718	15,417
- due to credit valuation adjustment	714	714	714	693	677	2,482	3,226	3,155	2,756
- due to operational risk	107,119	100,237	100,237	100,237	100,237	88,208	88,208	88,208	88,208
Total risk exposure amount	1,040,972	1,021,243	1,019,494	1,015,161	977,032	986,355	1,015,197	1,004,978	999,491
Capital ratios									
CET1 ratio ¹	20.1%	20.2%	19.9%	19.9%	21.4%	20.9%	20.0%	19.9%	18.8%
Tier 1 ratio ¹	21.0%	21.2%	20.9%	20.9%	22.5%	21.9%	20.9%	20.8%	19.8%
Total capital ratio ¹	23.2%	23.4%	23.1%	23.6%	25.3%	24.6%	23.2%	23.2%	22.2%
Leverage ratio ¹	13.2%	13.0%	13.0%	12.6%	13.4%	12.7%	12.8%	12.9%	12.1%
MREL ratio ²	33.4%	35.6%	35.6%	39.1%	41.3%	39.2%	38.4%	33.2%	35%

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

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

Macroeconomics - summary

	3Q24	2Q24	1Q24	4Q23	3Q23	2Q23	1Q23	4Q22	3Q22
YoY change, %									
GDP growth	-0.5	0.2	-2.8	1.5	3	6.4	9.7	8.3	8.1
Total investment	2.3	5.1	4.3	-5.1	-0.4	7.2	6.8	21.2	10.8
Business investment	-0.2	7.4	3.6	-12.1	6.3	12.6	11.7	46.3	12.9
Residential investment	10.7	3.5	10.8	7	-2	-5	-9.6	-7.6	-2.8
Personal consumption	0.8	-0.5	0.4	-2.8	-1.1	1.1	5.3	5.8	5.5
Unemployment rate, % of workforce	3.2	3.4	3.8	3.4	2.9	3.1	3.6	3.3	3.3
Current account, % of GDP	3.8	-3.4	-3.2	-1.3	7.7	-0.4	-1.8	-3.2	2.5
International investment position, % of GDP	40.2	37.8	38.3	33.5	28.0	26.6	23.9	23.1	20.2
Gross general govt. debt, % of GDP				62.2				67.4	
Household debt, gross, % of GDP	73	73.1	72.9	72.4	72.6	73	74.1	75.8	77.4
Corporate debt, gross, % of GDP	77.3	78.0	76.3	74.3	74.0	75.3	75	76.6	77.3
YoY change, %									
Inflation	5.9	6	6.7	7.9	7.8	9.4	10	9.4	9.6
Residential real estate price index	4.85	0.4	-1.0	-3.8	-4.6	0.37	5.3	10.6	13.1
Wages	6.3	6.6	7.4	9.4	10.8	10	8.9	9.4	8.1
Real wages	0.4	0.5	0.6	1.5	2.8	0.5	-1.0	0	-1.4
ISK index, average	196.8	196.1	195.3	195.5	189.5	195.6	200.2	194.6	188.4
Central bank policy rate (1W)	9.25	9.25	9.25	9.25	9	7.9	6.4	5.8	5.1
Long-term nominal yield	6.8	6.9	6.6	7.2	6.8	6.4	6.7	6.2	5.7
Long-term real yield	2.7	2.7	2.6	2.8	2.4	2.1	2.0	1.9	1.3

Allocation reporting for Íslandsbanki's Sustainable Funding Framework (2024+)

The Bank updated its Sustainable Financing Framework (2020-2024) in January 2024. The Bank advanced eligible assets to the updated Sustainable Funding Framework (2024+) during the year.

Assets are shown back in time based on the category they were advanced to if it is relevant.

Allocation to Eligible Projects (outstanding amount)

ISK million	31.12.24	31.12.23	31.12.22	31.12.21	31.12.20
Clean Transportation	6,690	-	-	-	-
Eco-efficient products	763	796	828	-	-
Renewable energy	10,450	5,988	6,257	6,332	6,307
Green buildings	33,150	26,343	16,100	9,688	1,502
Pollution prevention and control	1,044	1,025	772	836	902
Energy efficiency	6,764	880	5,283	5,055	-
Sustainable management of living natural resources and land use	27,593	25,958	26,535	20,187	-
Employment Generation	630	1,455	2,757	3,636	3,271
Affordable housing	8,951	3,521	356	366	2,242
Access to Essential Services – Education and vocational training	3,053	253	96	431	7,061
Socioeconomic Advancement and Empowerment	10,454	8,593	7,141	4,988	-
<i>Sustainable Financing Framework (2020-2023)</i>					
Clean Transportation ¹	10,328	22,579	12,444	6,259	3,392
Total sustainable assets	119,870	97,391	78,570	57,778	24,677

1. Assets from Sustainable Financing Framework that are not eligible in the Bank's Sustainable Funding Framework and will not advance to the updated framework.

ISK million	31.12.24	31.12.23	31.12.22	31.12.21	31.12.20
Green bonds (ISK)	16,860	10,320	10,320	6,603	2,709
Green bonds (NOK)	6,107	-	-	-	-
Green bonds (SEK)	6,284	-	-	-	-
Sustainable bonds (EUR)	21,424	45,150	87,420	44,657	46,944
Loan from the Nordic Investment Bank (USD)	12,023	12,337	12,337	-	-
Sustainable deposits (ISK)	124	153	10	-	-
Total sustainable debt	62,822	67,960	110,087	51,260	49,653
Thereoff older than 18 months at year end ¹	43,856	46,543	44,950	-	-
Allocation ratio of debt issued more than 18 months old ²	100%	100%	100%	100%	100%
Allocation ratio of debt issued less than 18 months old ³	100%	100%	52%	113%	50%

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

2. While any proceeds or Sustainability Instruments remain unallocated to Sustainability Loans, Íslandsbanki will temporarily hold or invest any unallocated net proceeds at its own discretion in its liquidity portfolios. Íslandsbanki strives, over time, to maintain a level of allocation for Eligible Assets which matches or exceeds the balance of net proceeds from its outstanding Sustainability Instruments.

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

Impact of Eligible Projects for Íslandsbanki's Sustainable Financing Framework 2024

	Allocation to Eligible Projects			Selected impact indicators													Avoided greenhouse gas emissions per million ISK	Avoided greenhouse gas emissions per million EUR ⁷
	Amount outstanding 31.12.2024	Share of funding*	Share of capex ³	Avoided GHG emissions	Clean vehicles ⁵	Fiber optic cables laid	Additional waste recycled	Clean energy produced	Green buildings	MSC certified products sold	Eco-efficient products	Students reached	Dwellings	Companies supported ⁶	Loans to gender balanced companies			
	ISK million	%	%	tCO2e	number of	number of	GWh	number of	tonnes	km	tonnes	number of	number of	number of	number of			
Clean Transportation	6,690	100%	85%	2,373	1,553												0.358	51.519
Energy Efficiency ²	6,764	100%	100%			4,500												
Pollution prevention and control	1,044	61%	100%	3,952			11,811										6.079	874.758
Renewable energy ⁴	10,450	85%	100%	1,379				162									0.151	21.744
Green Buildings ¹	33,150	82%	100%						78,921									
Sustainable management of living natural resources and land use	27,593	70%	95%							28,508								
Eco-efficient products	763	96%	100%								66,973							
Education and vocational training	3,053	100%	100%									125	106					
Affordable housing	8,951	90%	100%										398					
Employment Generation	630	n.a.	0%											84				
Equality, diversity and empowerment	10,454	n.a.	94%												19			
<i>Sustainable Financing Framework (2020-2023)</i>	10,328	100%	100%	4,760	3,431												0.46	66.32
Clean Transportation	119,870			12,464													0.471	67.840

1. A benchmark for building emissions in Iceland is currently being developed. Once available, Íslandsbanki will report on the estimated reduced/avoided GHG emissions (tonnes CO2e) per year from the green buildings financed as per its Sustainable Financing Framework.
2. No benchmark is available for GHG emissions from using copper-based broadband technology in Iceland. Estimated avoided emissions in this category are therefore omitted from the report.
3. Share of capex = how much of Íslandsbanki's share of funding finances capital expenditures.
4. Calculated using the average GHG emission intensity of electricity generation in Iceland. The Icelandic benchmark emission factor for 2022 is estimated to be 8.54 gCO2 e/kWh, and has not been updated since.
5. In addition 28 electric bikes were funded.
6. Average loan size ISK 7.5m.
7. EUR/ISK=143.9 on 31.12.2024.
* Estimated based on Share of funding from 2023, will be updated later in 2025 and flagged if significant changes.

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

	Allocation to Eligible Projects			Selected impact indicators													Avoided greenhouse gas emissions per million ISK	Avoided greenhouse gas emissions per million EUR ⁷
	Amount outstanding 31.12.2023	Share of funding	Share of capex ³	Avoided greenhouse gas emissions ⁴	Clean vehicles ⁵	Certified products sold	Clean energy produced	Green building	Additional waste recycled	Fiber optic cables laid	MSC certified products sold	Companies supported ⁶	Dwellings	Students reached	Loans to empowered companies			
	ISK million	%	%	tCO2e	number of	number of	GWh	number of	tonnes	km	tonnes	number of	number of	number of	number of			
Clean transportation	22,637	100%	84%	8,843	6,101												0.4	59
Eco-certified products	796	100%	96%			63,633												
Renewable energy	5,988	100%	100%	1,150			131										0.2	29
Green buildings ¹	26,343	74%	100%					21										
Certified organic farms	734	n.a.	100%									2						
Sustainable waste management	1,025	23%	100%	6,915*					4,649*								5.3	793
Information and communication technology ²	880	100%	100%							4,500	n.a.*							
Sustainable seafood products	25,224	90%	100%															
Government defined company support	1,517	n.a.	0%									102						
Affordable housing	3,521	100%	100%										171					
Education and vocational training	253	100%	96%											125				
Equality, diversity and empowerment	8,593	n.a.	87%												117			
Clean transportation	97,511		93%	16,908														

1. A benchmark for building emissions in Iceland is currently being developed. Once available, Íslandsbanki will report on the estimated reduced/avoided GHG emissions (tonnes CO2e) per year from the green buildings financed as per its Sustainable Financing Framework.
2. No benchmark is available for GHG emissions from using copper-based broadband technology in Iceland. Estimated avoided emissions in this category are therefore omitted from the report.
3. Share of capex = how much of Íslandsbanki's share of funding finances capital expenditures.
4. Calculated using the average GHG emission intensity of electricity generation in Iceland. The Icelandic benchmark emission factor for 2021 is estimated to be 10.3 gCO2 e/kWh, and has not been updated since.
5. In addition 93 charging stations and electric bikes were funded.
6. Average loan size ISK 7.1m.
7. EUR/ISK=150.5 on 31.12.2023.
* Significant decrease as share of funding decreased by 4%, decreasing avoided emissions by 1 ktCO2 and 1 t additional waste recycled

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